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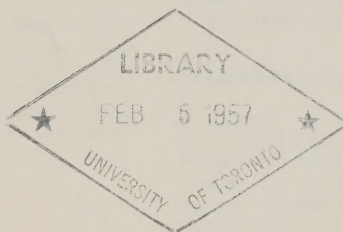
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QUARTERLY CORPORATION PROFITS

FIRST QUARTER, 1955

— 1st quarter 1955



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QUARTERLY CORPORATION PROFITS

FIRST QUARTER, 1955

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives, Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, depreciation and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the two groups for which depletion charges are significant—mining and wood and paper products—depletion charges are shown separately in the tables.

Depreciation charges as shown in the tables reflect the rates allowed by the Income Tax Act even though companies are permitted to charge depreciation on their own books at rates different from those used for income tax purposes. The totals published in "Taxation Statistics" form the base for the estimates in this report and the depreciation figures submitted in the survey are used only for interpolation and projection.

Income tax liabilities are calculated for each reporting company, each quarter to obtain totals of tax liabilities for each industrial group. An allowance is then made for profits which are covered by losses in other quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Except in 1950-51, total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second quarter of each year and then declining through the next three quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the wood and wood products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

PROFITS - FIRST QUARTER, 1955

For the first quarter of 1955 profits before taxes were estimated at \$570,000,000, an increase of \$30,000,000 or 5.6 per cent over the estimate of \$540,000,000 for the first quarter of 1954.

Income tax liabilities for the first quarter of 1955 were estimated at \$265,000,000 as compared with \$261,000,000 for the same period in 1954, an increase of \$4,000,000 or 1.5 per cent. In 1955 income taxes for the first quarter were estimated at 46.4 per cent of profits whereas in 1954 they were estimated at 48.3 per cent.

Profits after taxes increased an estimated 9.3 per cent in the first quarter of 1955 over the corresponding period of 1954, from \$279,000,000 in 1954 to \$305,000,000 in 1955.

The greatest increase in profits before taxes is to be found in the Mining, Quarrying and Oil Wells group which increased by \$33,000,000 from \$47,000,000 in the first quarter of 1954 to \$80,000,000 in the first quarter of 1955.

In the Manufacturing sector increases in profits before taxes were recorded in Textile Products which increased \$7,000,000 from \$7,000,000 in 1954 to \$14,000,000 in 1955; Wood and Paper Products which increased \$15,000,000 from \$60,000,000 in 1954 to \$75,000,000 in 1955; Non-metallic Mineral Products which increased \$2,000,000 from \$39,000,000 in 1954 to \$41,000,000 in 1955; Chemical Products which increased \$6,000,000 from \$21,000,000 in 1954 to \$27,000,000 in 1955 and Other Manufacturing Industries which increased \$1,000,000 from \$14,000,000 in 1954 to \$15,000,000 in 1955.

The Manufacturing group as a whole dropped \$11,000,000 from \$296,000,000 in the first quarter of 1954 to \$285,000,000 in the first quarter of 1955. The greatest decrease was in the Iron and Steel group which declined an estimated \$28,000,000 from \$93,000,000 in 1954 to \$65,000,000 in 1955. The Foods and Beverages group dropped an estimated \$13,000,000 from \$38,000,000 in 1954 to \$25,000,000 in 1955. The decline in this group is due partly to a reduction in the estimate for non-operating income. Non-ferrous Metal Products dropped an estimated \$1,000,000 from \$24,000,000 in 1954 to \$23,000,000 in 1955.

The Non-manufacturing sector showed an overall increase of \$41,000,000 from \$230,000,000 in the first quarter of 1954 to \$271,000,000 in the first quarter of 1955. In addition to the \$33,000,000 increase in Mining, Quarrying and Oil Wells, previously mentioned, gains are noted in the Transportation, Storage, Communication and Public Utilities group which increased \$11,000,000 from \$56,000,000 in 1954 to \$67,000,000 in 1955; in Wholesale Trade which increased \$3,000,000 from \$27,000,000 in 1954 to \$30,000,000 in 1955 and in Finance, Insurance and Real Estate which increased \$4,000,000 from \$61,000,000 in 1954 to \$65,000,000 in 1955.

Declines amounting to \$10,000,000 were recorded in the Non-manufacturing sector, contributed by Retail Trade which dropped \$1,000,000 from \$21,000,000 in 1954 to \$20,000,000 in 1955, Service which dropped \$4,000,000 from \$11,000,000 in 1954 to \$7,000,000 in 1955 and Other Non-Manufacturing Industries which dropped \$5,000,000 from \$7,000,000 in 1954 to \$2,000,000 in 1955.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1953-1955

	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Mining, Quarrying and Oil Wells	58	62	51	39	210	47	67	64	65	243	80
Manufacturing:											
Foods and Beverages	47	50	50	49	196	38	47	45	42	172	25
Textile Products	14	7	6	1	28	7	3	4	2	16	14
Wood and Paper Products	67	93	81	92	333	60	88	89	101	338	75
Iron and Steel Products	95	117	81	61	354	93	82	52	40	267	65
Non-Ferrous Metal Products	33	36	29	28	126	24	28	25	18	95	23
Non-Metallic Mineral Products	31	40	56	38	165	39	42	50	36	167	41
Chemical Products	25	28	25	19	97	21	26	29	26	102	27
Other Manufacturing Industries ¹	17	21	18	15	71	14	16	15	14	59	15
Total	329	392	346	303	1,370	296	332	309	279	1,216	285
Transportation, Storage, Communication and Public Utilities	57	71	77	54	259	56	63	75	64	258	67
Wholesale Trade	39	63	57	35	194	27	48	48	38	161	30
Retail Trade	28	49	39	35	151	21	36	33	37	127	20
Finance, Insurance and Real Estate	57	63	51	54	225	61	67	58	59	245	65
Service	12	14	15	9	50	11	12	14	7	44	7
Other Non-Manufacturing Industries ²	10	23	24	10	67	7	18	23	16	64	2
Adjustment ³ : Add	11	11	11	11	44	14	14	14	14	56	14
Total All Industries	601	748	671	550	2,570	540	657	638	579	2,414	570

1. Includes Tobacco, Rubber, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.
3. See Footnote, Table 3.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1953-1955

	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Mining, Quarrying and Oil Wells	37	40	30r	24	131r	28	43	41	41	153	52
Manufacturing:											
Foods and Beverages	25r	26r	26r	25r	102r	19	25	23	22	89	12
Textile Products	8	3	2	2	11	3	1	1	0	5	9
Wood and Paper Products	35r	50r	43r	49	177r	33	48	49	54	184	42
Iron and Steel Products	53r	61r	42	30	186r	47	41	23	13	124	29
Non-Ferrous Metal Products	18	19	15	14	66	12	15	13	9	49	13
Non-Metallic Mineral Products	16	21	30	19r	86r	23	22	26	19	90	22
Chemical Products	14r	16	14	11	55r	12	15	16	14	57	16
Other Manufacturing Industries ¹	9	12	10	7r	38r	8	9	8	8	33	8
Total	178r	208r	182r	153r	721r	157	176	159	139	631	151
Transportation, Storage, Communication and Public Utilities	30r	38r	42r	29	139r	30	35	42	35	142	37
Wholesale Trade	20r	34r	31r	16r	101r	13	25	26	18	82	15
Retail Trade	16	29	22r	17	84r	10	18	17	19	64	10
Finance, Insurance and Real Estate	31	34r	27	27r	119r	33	37	32	29	131	36
Service	7	8	9	5	29	6	7	7	4	24	3
Other Non-Manufacturing Industries ²	5	12	12	1r	30r	2	10	13	10	35	1
Total All Industries	324	403	355	272	1,354	279	351	337	295	1,262	305

1. Includes Tobacco, Rubber, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.
- r. Indicates a revision in the figure since the initial publication covering the period, 1950-1954

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1953-1955

	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Net Earnings	819	997	918	836	3,570	774	925	902	868	3,469	820
Less: Depreciation	218	249	247	286	1,000	234	268	264	289	1,055	250
Profits Before Taxes	601	748	671	550	2,570	540	657	638	579	2,414	570
Less: Income Tax Liabilities	277	345	316	278	1,216	261	306	301	284	1,152	265
Profits After Taxes	324	403	355	272	1,354	279	351	337	295	1,262	305

N.B. Totals of items for 1953, 1954 and 1955 in the "All Industry" table do not equal the sum of the totals for the individual groups. Preliminary indications, based on estimates of the National Income Section, are that total profits before taxes, and taxes for all industries may exceed the sum of the various groups by about \$11,000,000 per quarter in 1953 and \$14,000,000 in 1954 and 1955. The figures have been adjusted by this amount leaving total profits after taxes unchanged. It is not possible at present to allocate the difference to the appropriate industrial groups. The second quarter bulletin for 1955 will contain adjusted figures for 1953 and 1954.

- Note 1. Depletion charges have not been deducted from profits.
- 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1953-1955

Mining, Quarrying and Oil Wells											
	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	328	338	328	316	1,310	321	331	350	376	1,378	388
Net Earnings	77	79	71	63	290	71	90	89	89	339	106
Less: Depreciation	19	17	20	24	80	24	23	25	24	96	26
Profits Before Taxes	58	62	51	39	210	47	67	64	65	243	80
Less: Income Tax Liabilities	21	22	21r	15	79r	19	24	23	24	90	28
Profits After Taxes	37	40	30r	24	131r	28	43	41	41	153	52
Depletion Charged	1	1	2	2	6	2	1	2	3	8	3

Foods and Beverages											
	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	704	795	811	816	3,126	709	802	812	833	3,156	698
Net Earnings	58	63	63	66	250	50	60	59	58	227	38
Less: Depreciation	11	13	13	17	54	12	13	14	16	55	13
Profits Before Taxes	47	50	50	49	196	38	47	45	42	172	25
Less: Income Tax Liabilities	22r	24r	24r	24r	94r	19	22	22	20	83	13
Profits After Taxes	25r	26r	26r	25r	102r	19	25	23	22	89	12

- Note 1. Depletion charges have not been deducted from profits.
- 2. Canadian Dividends Received are not included in profits.
- r. Indicates a revision in the figure since the initial publication covering the period 1950-1954.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1953-1955 - Continued

	Textile Products										
	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	351	323	315	311	1,300	302	297	305	321	1,225	336
Net Earnings	21	14	13	8	56	12	10	11	10	43	19
Less: Depreciation	7	7	7	7	28	5	7	7	8	27	5
Profits Before Taxes	14	7	6	1	28	7	3	4	2	16	14
Less: Income Tax Liabilities	6	4	4	3	17	4	2	3	2	11	5
Profits After Taxes	8	3	2	- 2	11	3	1	1	0	5	9
	Wood and Paper Products										
	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	691	735	757	755	2,938	728	779	801	803	3,111	771
Net Earnings	93	119	109	122	443	86	116	119	131	452	102
Less: Depreciation	26	26	28	30	110	26	28	30	30	114	27
Profits Before Taxes	67	93	81	92	333	60	88	89	101	338	75
Less: Income Tax Liabilities	32r	43r	38r	43	156r	27	40	40	47	154	33
Profits After Taxes	35r	50r	43r	49	177r	33	48	49	54	184	42
Depletion Charged	2	3	2	2	9	2	3	2	2	9	2
	Iron and Steel Products										
	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	1,142	1,312	1,127	1,118	4,699	1,111	1,140	991	962	4,204	962
Net Earnings	120	155	110	97	482	120	121	88	69	398	89
Less: Depreciation	25	38	29	36	128	27	39	36	29	131	24
Profits Before Taxes	95	117	81	61	354	93	82	52	40	267	65
Less: Income Tax Liabilities	42r	56r	39	31	168r	46	41	29	27	143	36
Profits After Taxes	53r	61r	42	30	186r	47	41	23	13	124	29
	Non-Ferrous Metal Products										
	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	369	397	376	435	1,577	362	379	377	453	1,571	402
Net Earnings	48	52	45	47	192	39	46	41	44	170	45
Less: Depreciation	15	16	16	19	66	15	18	16	26	75	22
Profits Before Taxes	33	36	29	28	126	24	28	25	18	95	23
Less: Income Tax Liabilities	15	17	14	14	60	12	13	12	9	46	10
Profits After Taxes	18	19	15	14	66	12	15	13	9	49	13

Note 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.
 r. Indicates a revision in the figure since the initial publication covering the period 1950-1954.

TABLE 4. Quarterly Corporation Profits and Related Data, by Industry, 1953-1955 - Continued

	Non-Metallic Mineral Products										
	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	336	390	440	422	1,588	375	394	438	433	1,640	403
Net Earnings	45	54	72	61	232	55	59	67	59	240	59
Less: Depreciation	14	14	16	23	67	16	17	17	23	73	18
Profits Before Taxes	31	40	56	38	165	39	42	50	36	167	41
Less: Income Tax Liabilities	15	19	26	19r	79r	16	20	24	17	77	19
Profits After Taxes	16	21	30	19r	86r	23	22	26	19	90	22
	Chemical Products										
	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	248	266	252	250	1,016	251	273	268	253	1,045	263
Net Earnings	34	37	35	28	134	30	36	38	34	138	35
Less: Depreciation	9	9	10	9	37	9	10	9	8	36	8
Profits Before Taxes	25	28	25	19	97	21	26	29	26	102	27
Less: Income Tax Liabilities	11r	12	11	8	42r	9	11	13	12	45	11
Profits After Taxes	14r	16	14	11	55r	12	15	16	14	57	16
	Other Manufacturing Industries*										
	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	234	251	238	233	956	221	235	237	232	925	237
Net Earnings	21	25	22	19	87	18	20	19	18	75	19
Less: Depreciation	4	4	4	4	16	4	4	4	4	16	4
Profits Before Taxes	17	21	18	15	71	14	16	15	14	59	15
Less: Income Tax Liabilities	8	9	8	8r	33r	6	7	7	6	26	7
Profits After Taxes	9	12	10	7r	38r	8	9	8	8	33	8
	Total - Manufacturing										
	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	4,075	4,469	4,316	4,340	17,200	4,059	4,299	4,229	4,290	16,877	4,072
Net Earnings	440	519	469	448	1,876	410	468	442	423	1,743	406
Less: Depreciation	111	127	123	145	506	114	136	133	144	527	121
Profits Before Taxes	329	392	346	303	1,370	296	332	309	279	1,216	285
Less: Income Tax Liabilities	151r	184r	164r	150r	649r	139	156	150	140	585	134
Profits After Taxes	178r	208r	182r	153r	721r	157	176	159	139	631	151

Note 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

r. Indicates a revision in the figure since the initial publication covering the period 1950-1954

* Other Manufacturing Industries includes Tobacco, Rubber and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data, by Industry, 1953-1955 -- Continued

Transportation, Storage, Communication and Public Utilities

	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	442	504	515	494	1,955	443	481	495	500	1,919	471
Net Earnings	99	118	127	112	456	100	112	125	121	458	114
Less: Depreciation	42	47	50	58	197	44	49	50	57	200	47
Profits Before Taxes	57	71	77	54	259	56	63	75	64	258	67
Less: Income Tax Liabilities	27r	33r	35r	25	120r	26	28	33	29	116	30
Profits After Taxes	30r	38r	42r	29	139r	30	35	42	35	142	37

Wholesale Trade

	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	1,707	1,848	1,757	1,830	7,142	1,641	1,817	1,778	1,853	7,089	1,720
Net Earnings	51	81	72	50	254	42	68	64	54	228	46
Less: Depreciation	12	18	15	15	60	15	20	16	16	67	16
Profits Before Taxes	39	63	57	35	194	27	48	48	38	161	30
Less: Income Tax Liabilities	19r	29r	26r	19r	93r	14	23	22	20	79	15
Profits After Taxes	20r	34r	31r	16r	101r	13	25	26	18	82	15

Retail Trade

	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	1,300	1,549	1,417	1,468	5,734	1,293	1,494	1,408	1,466	5,661	1,298
Net Earnings	38	60	50	49	197	33	49	45	51	178	33
Less: Depreciation	10	11	11	14	46	12	13	12	14	51	13
Profits Before Taxes	28	49	39	35	151	21	36	33	37	127	20
Less: Income Tax Liabilities	12	20	17r	18	67r	11	18	16	18	63	10
Profits After Taxes	16	29	22r	17	84r	10	18	17	19	64	10

Finance, Insurance and Real Estate

	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Net Earnings	65	70	58	62	255	70	74	65	66	275	74
Less: Depreciation	8	7	7	8	30	9	7	7	7	30	9
Profits Before Taxes	57	63	51	54	225	61	67	58	59	245	65
Less: Income Tax Liabilities	26	29r	24	27r	106r	28	30	26	30	114	29
Profits After Taxes	31	34r	27	27r	119r	33	37	32	29	131	36

Note 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.
 r. Indicates a revision in the figure since the initial publication covering the period 1950-1954.

TABLE 4. Quarterly Corporation Profits and Related Data, by Industry, 1953-1955 - Concluded

Service											
	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Net Earnings	18	21	22	16	77	18	19	21	14	72	15
Less: Depreciation	6	7	7	7	27	7	7	7	7	28	8
Profits Before Taxes	12	14	15	9	50	11	12	14	7	44	7
Less: Income Tax Liabilities	5	6	6	4	21	5	5	7	3	20	4
Profits After Taxes	7	8	9	5	29	6	7	7	4	24	3

Other Non-Manufacturing*											
	1953					1954					1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Net Earnings	20	38	38	25	121	16	31	37	36	120	12
Less: Depreciation	10	15	14	15	54	9	13	14	20	56	10
Profits Before Taxes	10	23	24	10	67	7	18	23	16	64	2
Less: Income Tax Liabilities	5	11	12	9 _r	37 _r	5	8	10	6	29	1
Profits After Taxes	5	12	12	1 _r	30 _r	2	10	13	10	35	1

Note 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

r. Indicates a revision in the figure since the initial publication covering the period 1950-1954.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

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CANADA

CORPORATION PROFITS
SECOND QUARTER, 1955



Published by Authority of
The Right Honourable C. D. Howe, Minister of Trade and Commerce

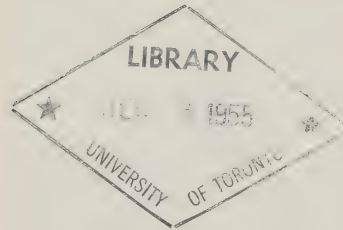
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CANADA

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DOMINION BUREAU OF STATISTICS
General Assignments Division

CORPORATION PROFITS

SECOND QUARTER, 1955

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, depreciation, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the two groups for which depletion charges are significant—mining and wood and paper products—depletion charges are shown separately in the tables.

Depreciation charges as shown in the tables reflect the rates allowed by the Income Tax Act even though companies are permitted to charge depreciation on their own books at rates different from those used for income tax purposes. The totals published in "Taxation Statistics" form the base for the estimates in this report and the depreciation figures submitted in the survey are used only for interpolation and projection.

Income tax liabilities are calculated for each reporting company, each quarter to obtain totals of tax liabilities for each industrial group. An allowance is then made for profits which are covered by losses in other quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Except in 1950-51, total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second quarter of each year and then declining through the next three quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the wood and wood products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

PROFITS - SECOND QUARTER, 1955

Corporation profits before income taxes were estimated at \$814,000,000 for the second quarter of 1955, an increase of \$150,000,000, or 22.6 per cent, over the revised estimate of \$664,000,000 for the second quarter of 1954. Cumulative profits before taxes for the six months ending June 30, 1955, increased an estimated \$187,000,000, or 15.6 per cent, from \$1,197,000,000 in 1954 to \$1,384,000,000 in 1955.

Income tax liabilities for the second quarter of 1955 were estimated at \$380,000,000, an increase of \$57,000,000, or 17.6 per cent, over the revised estimate of \$323,000,000 for the same period in 1954. Income taxes for the second quarter of 1955 were estimated at 46.7 per cent of profits as against an estimate of 48.6 per cent for the comparable period in 1954. The estimate of income tax liabilities for the six months ending June 30, 1955, showed an increase of \$55,000,000, or 9.4 per cent, from \$585,000,000 in 1954 to \$640,000,000 in 1955.

Corporation profits after taxes increased an estimated \$93,000,000, or 27.3 per cent, in the second quarter, from \$341,000,000 in 1954 to \$434,000,000 in 1955. For the six month period ending June 30, 1955, the estimated increase in profits after taxes amounted to \$132,000,000, from \$612,000,000 in 1954 to \$744,000,000 in 1955.

In the Manufacturing sector, estimated profits before taxes in the second quarter showed an increase of \$73,000,000, or 21.3 per cent, to \$416,000,000 as compared with \$343,000,000 for the same period a year ago, with all groups showing improvement except Electrical Apparatus and Supplies and Products of Petroleum and Coal which remained unchanged. The most sizeable increase is to be found in the Iron and Steel group which rose from an estimated \$86,000,000 in the second quarter of 1954 to \$113,000,000 in 1955, an increase of \$27,000,000. Wood and Paper Products increased

\$18,000,000 from \$86,000,000 in 1954 to \$104,000,000 in 1955, Non-Metallic Mineral Products increased \$9,000,000 from \$22,000,000 in 1954 to \$31,000,000 in 1955, Chemical Products increased \$6,000,000 from \$21,000,000 in 1954 to \$27,000,000 in 1955, Other Manufacturing Industries increased \$5,000,000 from \$19,000,000 in 1954 to \$24,000,000 in 1955, Textile Products increased \$4,000,000 from \$7,000,000 in 1954 to \$11,000,000 in 1955, Foods and Beverages increased \$3,000,000 from \$46,000,000 in 1954 to \$49,000,000 in 1955 and Non-Ferrous Metal Products increased \$1,000,000 from \$16,000,000 in 1954 to \$17,000,000 in 1955.

The Non-Manufacturing sector showed an overall increase in profits before taxes of \$77,000,000, or 24.0 per cent from an estimated \$321,000,000 in 1954 to an estimated \$398,000,000 in 1955. The greatest increase in profits before taxes in this sector, and, incidentally, the greatest increase in any industry group, occurred in Mining, Quarrying and Oil Wells which advanced an estimated \$31,000,000 from \$62,000,000 in 1954 to \$93,000,000 in 1955. Increases were shown also in Transportation, Storage and Communication which increased \$17,000,000 from \$45,000,000 in 1954 to \$62,000,000 in 1955; Finance, Insurance and Real Estate which increased \$10,000,000 from \$75,000,000 in 1954 to \$85,000,000 in 1955; Wholesale Trade which increased \$9,000,000 from \$48,000,000 in 1954 to \$57,000,000 in 1955; Retail Trade which increased \$9,000,000 from \$42,000,000 in 1954 to \$51,000,000 in 1955; Public Utility Operation which increased \$1,000,000 from \$15,000,000 in 1954 to \$16,000,000 in 1955 and Other Non-Manufacturing which increased \$1,000,000 from \$22,000,000 in 1954 to \$23,000,000 in 1955.

The only decline in profits before taxes in the second quarter of 1955 occurred in the Service group which decreased \$1,000,000 from an estimated \$12,000,000 in 1954 to \$11,000,000 in 1955.

NOTE

The data contained in this report have been revised to take into account the latest available information for previous periods and, therefore, replaces the estimates in earlier issues for the years 1951 to date. Estimates of sales for 1951 have been revised and all data from 1952 to the first quarter of 1955 inclusive, have been reworked to include the latest information.

With this issue the classifications "Non-Ferrous Metal Products", "Non-Metallic Mineral Products", and "Transportation, Storage, Communication, and Public Utilities" have been divided into two groups as follows:

From	To
Non-Ferrous Metal Products.....	Non-Ferrous Metal Products. Electrical Apparatus and Supplies.
Non-Metallic Mineral Products.....	Non-Metallic Mineral Products. Products of Petroleum and Coal.
Transportation, Storage, Communi- cation and Public Utilities.....	Transportation, Storage and Com- munication. Public Utility Operation.

For details of published groupings see page 19

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1951-1955

No.		1951					1952				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Mining, Quarrying and Oil Wells	78	88	86	94	346	75	65	55	49	244
	Manufacturing:										
2	Foods and Beverages	35	47	39	40	161	23	57	49	48	177
3	Textile Products	31	16	3	3	53	7	7	11	12	37
4	Wood and Paper Products	114	128	117	114	473	85	76	72	87	320
5	Iron and Steel Products	111	114	99	72	386	89	122	98	93	402
6	Non-Ferrous Metal Products	21	22	16	13	72	17	17	15	17	66
7	Electrical Apparatus and Supplies	20	21	16	13	70	15	20	15	25	75
8	Non-Metallic Mineral Products	12	15	15	14	56	8	21	22	11	62
9	Products of Petroleum and Coal	16	22	21	20	79	22	26	31	23	102
10	Chemical Products	32	29	27	19	107	22	24	25	24	95
11	Other Manufacturing Industries ¹	24	17	16	11	68	16	17	22	19	74
12	Total	416	431	359	319	1,525	304	387	360	359	1,410
13	Transportation, Storage and Communication	35	58	58	48	199	38	54	70	42	204
14	Public Utility Operation	13	11	9	13	46	16	12	11	13	52
15	Wholesale Trade	57	80	62	51	250	43	68	69	56	236
16	Retail Trade	42	42	33	43	160	28	56	49	51	184
17	Finance, Insurance and Real Estate	43	42	45	36	166	58	58	50	46	212
18	Service	11	11	13	8	43	13	16	15	11	55
19	Other Non-Manufacturing ²	3	21	21	20	65	6	15	31	21	73
20	Total All Industries	698	784	686	632	2,800	581	731	710	648	2,670

1. Includes Tobacco, Rubber, Leather and Miscellaneous Manufacturing Industries.

2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1951-1955

No.		1951					1952				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Mining, Quarrying and Oil Wells	48	55	53	58	214	44	39	33	29	145
	Manufacturing:										
2	Foods and Beverages	17	22	18	18	75	11	26	22	22	81
3	Textile Products	12	6	1	1	20	2	.3	4	4	13
4	Wood and Paper Products	54	60	54	53	221	41	36	34	41	152
5	Iron and Steel Products	52	53	42	34	181	41	56	45	43	185
6	Non-Ferrous Metal Products	12	12	8	7	39	8	8	7	7	30
7	Electrical Apparatus and Supplies	8	8	6	5	27	7	10	7	12	36
8	Non-Metallic Mineral Products	7	8	8	8	31	4	10	10	5	29
9	Products of Petroleum and Coal	6	9	9	8	32	11	12	15	11	49
10	Chemical Products	15	13	12	9	49	11	11	12	12	46
11	Other Manufacturing Industries ¹	11	8	7	5	31	7	8	10	9	34
12	Total	194	199	165	148	706	143	180	166	166	655
13	Transportation, Storage and Communication	14	28	28	22	92	19	27	34	21	101
14	Public Utility Operation	6	5	4	7	22	8	6	5	6	25
15	Wholesale Trade	28	39	30	25	122	20	32	33	27	112
16	Retail Trade	21	21	17	22	81	14	28	25	26	93
17	Finance, Insurance and Real Estate	21	21	22	18	82	28	28	24	22	102
18	Service	6	5	7	4	22	6	8	7	6	27
19	Other Non-Manufacturing ²	2	9	10	9	30	3	7	13	9	32
20	Total All Industries	340	382	336	313	1,371	285	355	340	312	1,292

1. Includes Tobacco, Rubber, Leather and Miscellaneous Manufacturing Industries.

2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1951-1953

1953					1954					1955		6 mos. 1955	6 mos. 1954	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
55	58	48	38	199	45	62	61	63	231	82	93	175	107	1
45	49	49	48	191	37	46	45	41	169	23	49	72	83	2
16	7	7	1	31	8	7	5	3	23	13	11	24	15	3
70	89	77	88	324	63	86	84	98	331	77	104	181	149	4
92	114	78	60	344	88	86	48	44	266	63	113	176	174	5
14	16	16	16	62	12	16	15	8	51	12	17	29	28	6
23	26	17	19	85	16	13	13	16	58	15	13	28	29	7
9	26	24	12	71	6	22	26	12	66	8	31	39	28	8
22	23	39	27	111	30	27	33	25	115	32	27	59	57	9
22	24	23	18	87	18	21	22	19	84	22	27	49	39	10
19	24	20	16	79	15	19	17	14	65	18	24	42	34	11
332	398	350	305	1,385	293	343	312	280	1,228	283	416	699	636	12
39	55	64	39	197	37	45	61	44	187	45	62	107	82	13
17	14	11	13	55	17	15	12	18	62	22	16	38	32	14
39	62	56	35	192	26	48	50	37	161	29	57	86	74	15
32	56	45	41	174	23	42	35	42	142	22	51	73	65	16
65	72	50	53	240	71	75	59	57	262	68	85	153	146	17
13	14	15	10	52	11	12	14	8	45	7	11	18	23	18
14	28	32	12	86	10	22	28	12	72	12	23	35	32	19
606	757	671	546	2,580	533	664	632	561	2,390	570	814	1,384	1,197	20

1. Includes Tobacco, Rubber, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1951-1953

1953					1954					1955		6 mos. 1955	6 mos. 1954	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
34	36	30	24	124	28	38	37	38	141	53	60	113	66	1
18	20	20	20	78	18	23	22	20	83	11	25	36	41	2
6	3	3	0	12	2	2	1	1	6	7	6	13	4	3
37	47	41	47	172	33	45	44	52	174	42	56	98	78	4
48	60	41	31	180	39	38	21	19	117	28	50	78	77	5
7	8	8	9	32	6	8	8	4	26	7	10	17	14	6
12	13	9	10	44	8	6	6	8	28	8	7	15	14	7
5	13	13	6	37	3	12	14	6	35	4	15	19	15	8
11	12	20	14	57	15	14	17	13	59	17	14	31	29	9
12	14	13	10	49	10	11	14	10	45	13	16	29	21	10
10	13	11	8	42	8	10	9	8	35	10	13	23	18	11
166	203	179	155	703	142	169	156	141	608	147	212	359	311	12
21	29	33	21	104	20	24	33	23	100	25	34	59	44	13
9	7	6	7	29	9	8	6	10	33	12	9	21	17	14
21	33	30	18	102	13	24	24	18	79	15	29	44	37	15
17	31	25	23	96	11	20	17	21	69	11	26	37	31	16
34	38	27	28	127	37	39	30	29	135	38	47	85	76	17
7	8	9	6	30	6	7	8	4	25	3	5	8	13	18
6	13	15	5	39	5	12	16	7	40	6	12	18	17	19
315	398	354	287	1,354	271	341	327	291	1,230	310	434	744	612	20

1. Includes Tobacco, Rubber, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1951-1955

No.		1951					1952				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)											
1	Net Earnings	873	980	887	866	3,606	781	954	935	905	3,575
2	Less: Depreciation.....	175	196	201	234	806	200	223	225	257	905
3	Profits Before Taxes.....	698	784	686	632	2,800	581	731	710	648	2,670
4	Less: Income Tax Liabilities.....	358	402	350	319	1,429	296	376	370	336	1,378
5	Profits After Taxes	340	382	336	313	1,371	285	355	340	312	1,292

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1951-1955

Mining, Quarrying and Oil Wells											
No.		1951					1952				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)											
1	Sales.....	264	278	274	307	1,123	336	324	312	331	1,303
2	Net Earnings	90	102	100	111	403	91	82	72	66	311
3	Less: Depreciation.....	12	14	14	17	57	16	17	17	17	67
4	Profits Before Taxes	78	88	86	94	346	75	65	55	49	244
5	Less: Income Tax Liabilities	30	33	33	36	132	31	26	22	20	99
6	Profits After Taxes	48	55	53	58	214	44	39	33	29	145
7	Depletion Charged	2	2	2	2	8	1	1	2	2	6
Foods and Beverages											
		1951					1952				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)											
8	Sales.....	634	690	715	728	2,767	696	809	807	839	3,151
9	Net Earnings	45	58	50	51	204	34	69	61	61	225
10	Less: Depreciation.....	10	11	11	11	43	11	12	12	13	48
11	Profits Before Taxes	35	47	39	40	161	23	57	49	48	177
12	Less: Income Tax Liabilities.....	18	25	21	22	86	12	31	27	26	96
13	Profits After Taxes	17	22	18	18	75	11	26	22	22	81
Textile Products											
		1951					1952				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)											
14	Sales.....	359	316	291	294	1,260	334	333	315	348	1,330
15	Net Earnings	37	23	9	11	80	15	14	18	19	66
16	Less: Depreciation.....	6	7	6	8	27	8	7	7	7	29
17	Profits Before Taxes	31	16	3	3	53	7	7	11	12	37
18	Less: Income Tax Liabilities.....	19	10	2	2	33	5	4	7	8	24
19	Profits After Taxes	12	6	1	1	20	2	3	4	4	13

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1951-1955

1953					1954					1955		6 mos. 1955	6 mos. 1954	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
833	1,015	929	845	3,622	777	938	898	861	3,474	831	1,102	1,933	1,715	1
227	258	258	299	1,042	244	274	266	300	1,084	261	288	549	518	2
606	757	671	546	2,580	533	664	632	561	2,390	570	814	1,384	1,197	3
291	359	317	259	1,226	262	323	305	270	1,160	260	380	640	585	4
315	398	354	287	1,354	271	341	327	291	1,230	310	434	744	612	5

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1951-1955

Mining, Quarrying and Oil Wells														
1953					1954					1955		6 mos. 1955	6 mos. 1954	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
314	324	315	303	1,256	309	326	335	361	1,331	387	399	786	635	1
73	75	67	61	276	67	85	84	86	322	106	119	225	152	2
18	17	19	23	77	22	23	23	23	91	24	26	50	45	3
55	58	48	38	199	45	62	61	63	231	82	93	175	107	4
21	22	18	14	75	17	24	24	25	90	29	33	62	41	5
34	36	30	24	124	28	38	37	38	141	53	60	113	66	6
I	I	2	2	6	2	I	2	3	8	3	4	7	3	7
Foods and Beverages														
1953					1954					1955		6 mos. 1955	6 mos. 1954	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
694	783	800	805	3,082	701	792	799	825	3,117	686	814	1,500	1,493	8
56	61	61	64	242	50	59	58	57	224	37	63	100	109	9
11	12	12	16	51	13	13	13	16	55	14	14	28	26	10
45	49	49	48	191	37	46	45	41	169	23	49	72	83	11
27	29	29	28	113	19	23	23	21	86	12	24	36	42	12
18	20	20	20	78	18	23	22	20	83	11	25	36	41	13
Textile Products														
1953					1954					1955		6 mos. 1955	6 mos. 1954	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
338	311	303	300	1,252	290	288	299	307	1,184	318	323	641	578	14
23	14	14	8	59	13	14	12	10	49	18	18	36	27	15
7	7	7	7	28	5	7	7	7	26	5	7	12	12	16
16	7	7	1	31	8	7	5	3	23	13	11	24	15	17
10	4	4	1	19	6	5	4	2	17	6	5	11	11	18
6	3	3	0	12	2	2	1	1	6	7	6	13	4	19

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1951-1955 - Continued

No.		Wood and Paper Products									
		1951					1952				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Sales	707	761	730	745	2,943	708	705	709	751	2,873
2	Net Earnings	139	155	144	145	583	110	101	100	116	427
3	Less: Depreciation	25	27	27	31	110	25	25	28	29	107
4	Profits Before Taxes	114	128	117	114	473	85	76	72	87	320
5	Less: Income Tax Liabilities	60	68	63	61	252	44	40	38	46	168
6	Profits After Taxes	54	60	54	53	221	41	36	34	41	152
7	Depletion Charged	1	2	2	3	8	2	2	2	2	8
		Iron and Steel Products									
		1951					1952				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
8	Sales	930	970	919	858	3,677	970	1,173	1,103	1,191	4,437
9	Net Earnings	130	133	112	96	471	112	147	122	126	507
10	Less: Depreciation	19	19	23	24	85	23	25	24	33	105
11	Profits Before Taxes	111	114	89	72	386	89	122	98	93	402
12	Less: Income Tax Liabilities	59	61	47	38	205	48	66	53	50	217
13	Profits After Taxes	52	53	42	34	181	41	56	45	43	185
		Non-Ferrous Metal Products									
		1951					1952				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
14	Sales	138	146	134	151	569	147	143	147	173	610
15	Net Earnings	25	28	22	24	99	25	25	25	28	103
16	Less: Depreciation	4	6	6	11	27	8	8	10	11	37
17	Profits Before Taxes	21	22	16	13	72	17	17	15	17	66
18	Less: Income Tax Liabilities	9	10	8	6	33	9	9	8	10	36
19	Profits After Taxes	12	12	8	7	39	8	8	7	7	30
		Electrical Apparatus and Supplies									
		1951					1952				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
20	Sales	195	208	190	213	806	197	218	205	251	871
21	Net Earnings	23	24	19	20	86	18	24	19	29	90
22	Less: Depreciation	3	3	3	7	16	3	4	4	4	15
23	Profits Before Taxes	20	21	16	13	70	15	20	15	25	75
24	Less: Income Tax Liabilities	12	13	10	8	43	8	10	8	13	39
25	Profits After Taxes	8	8	6	5	27	7	10	7	12	36

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1951-1955 - Continued

Wood and Paper Products															No.
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
715	761	784	782	3,042	755	807	827	835	3,224	812	896	1,708	1,562	1	
96	115	106	118	435	89	114	114	128	445	105	132	237	203	2	
26	26	29	30	111	26	28	30	30	114	28	28	56	54	3	
70	89	77	88	324	63	86	84	98	331	77	104	181	149	4	
33	42	36	41	152	30	41	40	46	157	35	48	83	71	5	
37	47	41	47	172	33	45	44	52	174	42	56	98	78	6	
2	3	2	2	9	2	3	2	2	9	2	3	5	5	7	
Iron and Steel Products															
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
1,131	1,301	1,117	1,108	4,657	1,101	1,137	980	977	4,195	968	1,294	2,262	2,238	8	
118	154	110	98	480	119	118	81	75	393	92	145	237	237	9	
26	40	32	38	136	31	32	33	31	127	29	32	61	63	10	
92	114	78	60	344	88	86	48	44	266	63	113	176	174	11	
44	54	37	29	164	49	48	27	25	149	35	63	98	97	12	
48	60	41	31	180	39	38	21	19	117	28	50	78	77	13	
Non-Ferrous Metal Products															
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
151	159	167	173	650	143	154	163	177	637	169	197	366	297	14	
26	28	28	31	113	23	29	27	29	108	30	33	63	52	15	
12	12	12	15	51	11	13	12	21	57	18	16	34	24	16	
14	16	16	16	62	12	16	15	8	51	12	17	29	28	17	
7	8	8	7	30	6	8	7	4	25	5	7	12	14	18	
7	8	8	9	32	6	8	8	4	26	7	10	17	14	19	
Electrical Apparatus and Supplies															
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
237	257	237	278	1,009	241	245	244	293	1,023	258	252	510	486	20	
27	31	22	25	105	21	19	17	22	79	21	19	40	40	21	
4	5	5	6	20	5	6	4	6	21	6	6	12	11	22	
23	26	17	19	85	16	13	13	16	58	15	13	28	29	23	
11	13	8	9	41	8	7	7	8	30	7	6	13	15	24	
12	13	9	10	44	8	6	6	8	28	8	7	15	14	25	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1951-1955 - Continued

No.	Non-Metallic Mineral Products										
	1951					1952					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
	(Millions of Dollars)										
1	Sales	81	99	109	101	390	78	101	109	109	397
2	Net Earnings	16	19	20	19	74	12	25	26	22	85
3	Less: Depreciation	4	4	5	5	18	4	4	4	11	23
4	Profits Before Taxes	12	15	15	14	56	8	21	22	11	62
5	Less: Income Tax Liabilities	5	7	7	6	25	4	11	12	6	33
6	Profits After Taxes.....	7	8	8	8	31	4	10	10	5	29
	Products of Petroleum and Coal										
	1951					1952					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
	(Millions of Dollars)										
7	Sales	203	250	276	253	982	249	280	300	288	1,117
8	Net Earnings	23	30	29	28	110	30	35	41	33	139
9	Less: Depreciation	7	8	8	8	31	8	9	10	10	37
10	Profits Before Taxes	16	22	21	20	79	22	26	31	23	102
11	Less: Income Tax Liabilities	10	13	12	12	47	11	14	16	12	53
12	Profits After Taxes.....	6	9	9	8	32	11	12	15	11	49
	Chemical Products										
	1951					1952					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
	(Millions of Dollars)										
13	Sales	237	244	228	218	927	228	244	234	246	952
14	Net Earnings	38	35	34	26	133	28	33	33	33	127
15	Less: Depreciation	6	6	7	7	26	6	9	8	9	32
16	Profits Before Taxes	32	29	27	19	107	22	24	25	24	95
17	Less: Income Tax Liabilities	17	16	15	10	58	11	13	13	12	49
18	Profits After Taxes.....	15	13	12	9	49	11	11	12	12	46
	Other Manufacturing Industries*										
	1951					1952					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
	(Millions of Dollars)										
19	Sales	244	230	206	207	887	227	242	251	247	967
20	Net Earnings	28	21	20	15	84	19	21	25	23	88
21	Less: Depreciation	4	4	4	4	16	3	4	3	4	14
22	Profits Before Taxes	24	17	16	11	68	16	17	22	19	74
23	Less: Income Tax Liabilities	13	9	9	6	37	9	9	12	10	40
24	Profits After Taxes.....	11	8	7	5	31	7	8	10	9	34

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco, Rubber and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1951-1955 - Continued

Non-Metallic Mineral Products															No.
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
94	114	131	121	460	92	114	139	131	476	102	140	242	206	1	
14	31	29	24	98	11	27	31	22	91	13	37	50	38	2	
5	5	5	12	27	5	5	5	10	25	5	6	11	10	3	
9	26	24	12	71	6	22	26	12	66	8	31	39	28	4	
4	13	11	6	34	3	10	12	6	31	4	16	20	13	5	
5	13	13	6	37	3	12	14	6	35	4	15	19	15	6	
Products of Petroleum and Coal															
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
272	310	351	344	1,277	313	317	343	347	1,320	329	345	674	630	7	
35	36	56	45	172	45	44	51	45	185	48	45	93	89	8	
13	13	17	18	61	15	17	18	20	70	16	18	34	32	9	
22	23	39	27	111	30	27	33	25	115	32	27	59	57	10	
11	11	19	13	54	15	13	16	12	56	15	13	28	28	11	
11	12	20	14	57	15	14	17	13	59	17	14	31	29	12	
Chemical Products															
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
238	252	238	243	971	232	250	253	244	979	249	277	526	482	13	
32	35	34	28	129	28	33	36	28	125	32	38	70	61	14	
10	11	11	10	42	10	12	10	9	41	10	11	21	22	15	
22	24	23	18	87	18	21	26	19	84	22	27	49	39	16	
10	10	10	8	38	8	10	12	9	39	9	11	20	18	17	
12	14	13	10	49	10	11	14	10	45	13	16	29	21	18	
Other Manufacturing Industries*															
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
239	255	244	239	977	226	238	244	239	947	247	262	509	464	19	
23	28	24	21	96	19	24	21	19	83	22	29	51	43	20	
4	4	4	5	17	4	5	4	5	18	4	5	9	9	21	
19	24	20	16	79	15	19	17	14	65	18	24	42	34	22	
9	11	9	8	37	7	9	8	6	30	8	11	19	16	23	
10	13	11	8	42	8	10	9	8	35	10	13	23	18	24	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco, Rubber and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1951-1953 - Continued

No.	Total - Manufacturing									
	1951					1952				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
1	3,728	3,910	3,800	3,770	15,208	3,834	4,248	4,180	4,443	16,705
2	504	526	459	435	1,924	403	494	470	490	1,857
3	88	95	100	116	399	99	107	110	131	447
4	416	431	359	319	1,525	304	387	360	359	1,410
5	222	232	194	171	819	161	207	194	193	755
6	194	199	165	148	706	143	180	166	166	655
	Transportation, Storage and Communication									
	1951					1952				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
7	403	439	414	453	1,709	443	501	525	515	1,984
8	68	93	92	91	344	70	90	108	87	355
9	33	35	34	43	145	32	36	38	45	151
10	35	58	58	48	199	38	54	70	42	204
11	21	30	30	26	107	19	27	36	21	103
12	14	28	28	22	92	19	27	34	21	101
	Public Utility Operation									
	1951					1952				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
13	49	54	51	56	210	64	56	52	61	233
14	18	17	15	19	69	23	18	17	21	79
15	5	6	6	6	23	7	6	6	8	27
16	13	11	9	13	46	16	12	11	13	52
17	7	6	5	6	24	8	6	6	7	27
18	6	5	4	7	22	8	6	5	6	25
	Wholesale Trade									
	1951					1952				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
19	1,389	1,832	1,636	1,645	6,502	1,511	1,844	1,789	1,798	6,942
20	65	90	72	65	292	53	81	81	70	285
21	8	10	10	14	42	10	13	12	14	49
22	57	80	62	51	250	43	68	69	56	236
23	29	41	32	26	128	23	36	36	29	124
24	28	39	30	25	122	20	32	33	27	112

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1951-1955 - Continued

Total - Manufacturing															No.
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
4,109	4,503	4,372	4,393	17,377	4,094	4,342	4,291	4,375	17,102	4,138	4,800	8,938	8,436	1	
450	533	484	462	1,929	418	481	448	435	1,782	418	559	977	899	2	
118	135	134	157	544	125	138	136	155	554	135	143	278	263	3	
332	398	350	305	1,385	293	343	312	280	1,228	283	416	699	636	4	
166	195	171	150	682	151	174	156	139	620	136	204	340	325	5	
166	203	179	155	703	142	169	156	141	608	147	212	359	311	6	
Transportation, Storage and Communication															
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
469	522	532	510	2,033	470	492	511	510	1,983	497	544	1,041	962	7	
72	92	104	85	353	72	83	101	89	345	83	101	184	155	8	
33	37	40	46	156	35	38	40	45	158	38	39	77	73	9	
39	55	64	39	197	37	45	61	44	187	45	62	107	82	10	
18	26	31	18	93	17	21	28	21	87	20	28	48	38	11	
21	29	33	21	104	20	24	33	23	100	25	34	59	44	12	
Public Utility Operation															
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
69	62	57	66	254	73	66	61	74	274	81	71	152	139	13	
26	22	19	22	89	24	22	19	26	91	31	25	56	46	14	
9	8	8	9	34	7	7	7	8	29	9	9	18	14	15	
17	14	11	13	55	17	15	12	18	62	22	16	38	32	16	
8	7	5	6	26	8	7	6	8	29	10	7	17	15	17	
9	7	6	7	29	9	8	6	10	33	12	9	21	17	18	
Wholesale Trade															
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
1,586	1,880	1,789	1,812	7,067	1,511	1,832	1,812	1,861	7,015	1,548	1,971	3,519	3,343	19	
50	78	69	48	245	40	67	64	52	223	43	77	120	107	20	
11	16	13	13	53	14	19	14	15	62	14	20	34	33	21	
39	62	56	35	192	26	48	50	37	161	29	57	86	74	22	
18	29	26	17	90	13	24	26	19	82	14	28	42	37	23	
21	33	30	18	102	13	24	24	18	79	15	29	44	37	24	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1951-1955 - Concluded

		Retail Trade									
No.		1951					1952				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Sales	1,218	1,256	1,173	1,303	4,950	1,317	1,593	1,517	1,634	6,061
2	Net Earnings	51	52	44	54	201	39	68	61	63	231
3	Less: Depreciation	9	10	11	11	41	11	12	12	12	47
4	Profits Before Taxes	42	42	33	43	160	28	56	49	51	184
5	Less: Income Tax Liabilities	21	21	16	21	79	14	28	24	25	91
6	Profits After Taxes.....	21	21	17	22	81	14	28	25	26	93
		Finance Insurance and Real Estate									
		1951					1952				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
7	Net Earnings	50	50	53	44	197	68	68	60	56	252
8	Less: Depreciation	7	8	8	8	31	10	10	10	10	40
9	Profits Before Taxes	43	42	45	36	166	58	58	50	46	212
10	Less: Income Tax Liabilities	22	21	23	18	84	30	30	26	24	110
11	Profits After Taxes.....	21	21	22	18	82	28	28	24	22	102
		Service									
		1951					1952				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
12	Net Earnings	18	17	19	14	68	20	22	22	18	82
13	Less: Depreciation	7	6	6	6	25	7	6	7	7	27
14	Profits Before Taxes	11	11	13	8	43	13	16	15	11	55
15	Less: Income Tax Liabilities	5	6	6	4	21	7	8	8	5	28
16	Profits After Taxes.....	6	5	7	4	22	6	8	7	6	27
		Other Non-Manufacturing*									
		1951					1952				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
17	Net Earnings	11	32	32	33	108	14	31	44	34	123
18	Less: Depreciation	8	11	11	13	43	8	16	13	13	50
19	Profits Before Taxes	3	21	21	20	65	6	15	31	21	73
20	Less: Income Tax Liabilities	1	12	11	11	35	3	8	18	12	41
21	Profits After Taxes.....	2	9	10	9	30	3	7	13	9	32

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1951-1955 - Concluded

Retail Trade															No.
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
1,433	1,708	1,563	1,619	6,323	1,435	1,657	1,557	1,623	6,272	1,455	1,865	3,320	3,092	1	
43	69	58	57	227	36	57	51	58	202	36	68	104	93	2	
11	13	13	16	53	13	15	16	16	60	14	17	31	28	3	
32	56	45	41	174	23	42	35	42	142	22	51	73	65	4	
15	25	20	18	78	12	22	18	21	73	11	25	36	34	5	
17	31	25	23	96	11	20	17	21	69	11	26	37	31	6	
Finance Insurance and Real Estate															
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
76	83	60	66	285	83	87	69	69	308	80	98	178	170	7	
11	11	10	13	45	12	12	10	12	46	12	13	25	24	8	
65	72	50	53	240	71	75	59	57	262	68	85	153	146	9	
31	34	23	25	113	34	36	29	28	127	30	38	68	70	10	
34	38	27	28	127	37	39	30	29	135	38	47	85	76	11	
Service															
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
19	20	22	17	78	17	18	21	15	71	14	17	31	35	12	
6	6	7	7	26	6	6	7	7	26	7	6	13	12	13	
13	14	15	10	52	11	12	14	8	45	7	11	18	23	14	
6	6	6	4	22	5	5	6	4	20	4	6	10	10	15	
7	8	9	6	30	6	7	8	4	25	3	5	8	13	16	
Other Non-Manufacturing*															
1953					1954					1955		6 mos. 1955	6 mos. 1954		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
24	43	46	27	140	20	38	41	31	130	20	38	58	58	17	
10	15	14	15	54	10	16	13	19	58	8	15	23	26	18	
14	28	32	12	86	10	22	28	12	72	12	23	35	32	19	
8	15	17	7	47	5	10	12	5	32	6	11	17	15	20	
6	13	15	5	39	5	12	16	7	40	6	12	18	17	21	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100-119
	Fuels	120-129
	Non-Metal Mining	130-149
	Quarrying, Clay and Sand Pits	150-169
	Prospecting	170-199
Manufacturing:		
Foods and Beverages.....	Foods and Beverages.....	200-229
Textile Products.....	Textile Products (except Clothing)	250-269
	Clothing (Textile and Fur)	270-279
Wood and Paper Products	Wood Products.....	280-289
	Paper Products	290-299
	Printing, Publishing and Allied Industries.....	300-309
Iron and Steel Products	Iron and Steel Products	310-329
	Transportation Equipment	330-339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340-349
Electrical Apparatus and Supplies.....	Electrical Apparatus and Supplies	350-359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360-369
Products of Petroleum and Coal	Products of Petroleum and Coal	370-379
Chemical Products	Chemical Products	380-389
Other Manufacturing Industries.....	Miscellaneous Manufacturing Industries	390-399
	Tobacco and Tobacco Products	230-235
	Rubber Products	236-239
	Leather Products	240-249
Transportation, Storage and Communication.....	Transportation.....	500-519
	Storage	520-539
	Communication	540-599
Public Utility Operation ¹	Public Utility Operation ¹	600-699
Wholesale Trade	Trade: Wholesale Trade.....	700-729
Retail Trade	Trade: Retail Trade.....	730-799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800-899
Service	Community or Public Service	900-909
	Recreation Service	920-929
	Business Service	930-939
	Personal Service.....	940-949
Other Non-Manufacturing	Agriculture.....	000-079
	Forestry	080-089
	Fishing and Trapping	090-099
	Construction	400-499

1. Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CANADA



CORPORATION PROFITS
THIRD QUARTER, 1955

Published by Authority of
The Right Honourable C. D. Howe, Minister of Trade and Commerce

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CORPORATION PROFITS

THIRD QUARTER, 1955

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, depreciation, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the two groups for which depletion charges are significant—mining and wood and paper products—depletion charges are shown separately in the tables.

Depreciation charges as shown in the tables reflect the rates allowed by the Income Tax Act even though companies are permitted to charge depreciation on their own books at rates different from those used for income tax purposes. The totals published in "Taxation Statistics" form the base for the estimates in this report and the depreciation figures submitted in the survey are used only for interpolation and projection.

Income tax liabilities are calculated for each reporting company, each quarter to obtain totals of tax liabilities for each industrial group. An allowance is then made for profits which are covered by losses in other quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the wood and wood products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

CORPORATION PROFITS—THIRD QUARTER, 1955

Corporation profits before deduction of income taxes were estimated at \$847,000,000 for the third quarter of 1955, an increase of \$215,000,000 or 34.0 per cent over the third quarter, 1954, estimate of \$632,000,000. Cumulative profits before taxes for the nine months ending September 30, 1955, amounted to \$2,236,000,000, up \$407,000,000 or 22.2 per cent from the estimated \$1,829,000,000 for the corresponding period of 1954.

In the third quarter of 1955 income tax liabilities increased an estimated \$77,000,000 or 25.2 per cent over the corresponding quarterly estimate for 1954, from \$305,000,000 in 1954 to \$382,000,000 in 1955. Income taxes for the third quarter of 1955 were estimated at 45.1 per cent of profits, whereas, for the comparable period of 1954, they were estimated at 48.3 per cent of profits. Income tax liabilities for the nine months ending September 30, 1955, increased an estimated \$134,000,000 or 15.1 per cent, from \$890,000,000 in 1954 to \$1,024,000,000 in 1955.

Corporation profits after taxes rose from an estimated \$327,000,000 in the third quarter of 1954 to an estimated \$465,000,000 in the third quarter of 1955, an increase of \$138,000,000 or 42.2 per cent. For the nine months ending September 30, 1955, estimated profits after taxes increased \$273,000,000 or 29.1 per cent, from \$939,000,000 in 1954 to \$1,212,000,000 in 1955.

In the Manufacturing sector increases in profits before taxes for the third quarter of 1955 over the third quarter of 1954 were shown in all industry groups, with an overall increase of \$114,000,000 or 36.5 per cent in the sector as a whole, from \$312,000,000 in the third quarter of 1954 to \$426,000,000 in the third quarter of 1955. The most sizeable increases occurred in the Iron and Steel group which rose an estimated \$28,000,000 from \$48,000,000 in the third quarter of 1954 to \$76,000,000 in the third quarter of 1955; the Wood and Paper group which increased \$20,000,000 from \$84,000,000 in 1954 to \$104,000,000 in 1955; and the Foods and Beverages group which increased \$12,000,000 from \$45,000,000 in 1954 to \$57,000,000 in 1955.

The Non-Manufacturing sector showed an overall increase in profits before taxes of \$101,000,000 or 31.6 per cent, from \$320,000,000 in the third quarter of 1954 to \$421,000,000 in the third quarter of 1955. With one exception, where no change occurred, all industry groups reflected an increase. Mining, Quarrying and Oil Wells showed the greatest increase, \$30,000,000, from \$61,000,000 in the third quarter of 1954 to \$91,000,000 in the third quarter of 1955, followed by Transportation, Storage and Communication which increased an estimated \$27,000,000 from \$61,000,000 in 1954 to \$88,000,000 in 1955, and Wholesale Trade which increased \$18,000,000 from \$50,000,000 in 1954 to \$68,000,000 in 1955.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1954-1953

	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Mining, Quarrying and Oil Wells	45	62	61	63	231	82	93	91	266	168
Manufacturing:										
Foods and Beverages	37	46	45	41	169	23	54 ^r	57	134	128
Textile Products	8	7	5	3	23	13	11	10	34	20
Wood and Paper Products	63	86	84	98	331	77	104	104	285	233
Iron and Steel Products	88	86	48	44	266	63	113	76	252	222
Non-Ferrous Metal Products	12	16	15	8	51	12	17	23	52	43
Electrical Apparatus and Supplies	16	13	13	16	58	15	13	19	47	42
Non-Metallic Mineral Products	6	22	26	12	66	8	31	35	74	54
Products of Petroleum and Coal	30	27	33	25	115	32	27	42	101	90
Chemical Products	18	21	26	19	84	22	27	33	82	65
Other Manufacturing Industries ¹	15	19	17	14	65	18	24	27	69	51
Total	293	343	312	280	1,228	283	421^r	426	1,130	948
Transportation, Storage and Communication	37	45	61	44	187	45	62	88	195	143
Public Utility Operation	17	15	12	18	62	22	16	12	50	44
Wholesale Trade	26	48	50	37	161	29	57	68	154	124
Retail Trade	23	42	35	42	142	22	51	48	121	100
Finance, Insurance and Real Estate	71	75	59	57	262	68	85	63	216	205
Service	11	12	14	8	45	7	11	15	33	37
Other Non-Manufacturing ²	10	22	28	12	72	12	23	36	71	60
Total All Industries	533	664	632	561	2,390	570	819^r	847	2,236	1,829

1. Includes Tobacco, Rubber, Leather and Miscellaneous Manufacturing Industries.

2. Includes Agriculture, Forestry, Fishing and Construction.

r. Indicates a revision in the figure since the publication covering the second quarter, 1955.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1954-1953

	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Mining, Quarrying and Oil Wells	28	38	37	38	141	53	60	58	171	103
Manufacturing:										
Foods and Beverages	18	23	22	20	83	11	28 ^r	29	68	63
Textile Products	2	2	1	1	6	7	6	5	18	5
Wood and Paper Products	33	45	44	52	174	42	56	57	155	122
Iron and Steel Products	39	38	21	19	117	28	50	37	115	98
Non-Ferrous Metal Products	6	8	8	4	26	7	10	13	30	22
Electrical Apparatus and Supplies	8	6	6	8	28	8	7	10	25	20
Non-Metallic Mineral Products	3	12	14	6	35	4	15	15	34	29
Products of Petroleum and Coal	15	14	17	13	59	17	14	23	54	46
Chemical Products	10	11	14	10	45	13	16	19	48	35
Other Manufacturing Industries	8	10	9	8	35	10	13	15	38	27
Total	142	169	156	141	608	147	215^r	223	585	467
Transportation, Storage and Communication	20	24	33	23	100	25	34	53	112	77
Public Utility Operation	9	8	6	10	33	12	9	6	27	23
Wholesale Trade	13	24	24	18	79	15	29	34	78	61
Retail Trade	11	20	17	21	69	11	26	27	64	48
Finance, Insurance and Real Estate	37	39	30	29	135	38	47	33	118	106
Service	6	7	8	4	25	3	5	9	17	21
Other Non-Manufacturing ²	5	12	16	7	40	6	12	22	40	33
Total All Industries	271	341	327	291	1,230	310	437^r	465	1,212	939

1. Includes Tobacco, Rubber, Leather and Miscellaneous Manufacturing Industries.

2. Includes Agriculture, Forestry, Fishing and Construction.

r. Indicates a revision in the figure since the publication covering the second quarter, 1955.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1954-1955

	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Net Earnings.....	777	938	898	861	3,474	831	1,107 ^r	1,138	3,076	2,613
Less: Depreciation	244	274	266	300	1,084	261	288	291	840	784
Profits Before Taxes.....	533	664	632	561	2,390	570	819 ^r	847	2,236	1,829
Less: Income Tax Liabilities	262	323	305	270	1,160	260	382 ^r	382	1,024	890
Profits After Taxes	271	341	327	291	1,230	310	437 ^r	465	1,212	939

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955

Mining, Quarrying and Oil Wells

	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	309	326	335	361	1,331	387	399	417	1,203	970
Net Earnings.....	67	85	84	86	322	106	119	118	343	236
Less: Depreciation	22	23	23	23	91	24	26	27	77	68
Profits Before Taxes.....	45	62	61	63	231	82	93	91	266	168
Less: Income Tax Liabilities	17	24	24	25	90	29	33	33	95	65
Profits After Taxes	28	38	37	38	141	53	60	58	171	103
Depletion Charged	2	1	2	3	8	3	4	4	11	5

Foods and Beverages

	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	701	792	799	825	3,117	686	814	849	2,349	2,292
Net Earnings.....	50	59	58	57	224	37	68 ^r	71	176	167
Less: Depreciation	13	13	13	16	55	14	14	14	42	39
Profits Before Taxes.....	37	46	45	41	169	23	54 ^r	57	134	128
Less: Income Tax Liabilities	19	23	23	21	86	12	26 ^r	28	66	65
Profits After Taxes	18	23	22	20	83	11	28 ^r	29	68	63

Textile Products

	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	290	288	299	307	1,184	318	323	323	964	877
Net Earnings.....	13	14	12	10	49	18	18	17	53	39
Less: Depreciation	5	7	7	7	26	5	7	7	19	19
Profits Before Taxes.....	8	7	5	3	23	13	11	10	34	20
Less: Income Tax Liabilities	6	5	4	2	17	6	5	5	16	15
Profits After Taxes	2	2	1	1	6	7	6	5	18	5

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.
 r. Indicates a revision in the figure since the publication covering the second quarter, 1955.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955 - Continued

	Wood and Paper Products									
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	755	807	827	835	3,224	812	896	946	2,654	2,389
Net Earnings	89	114	114	128	445	105	132	136	373	317
Less: Depreciation	26	28	30	30	114	28	28	32	88	84
Profits Before Taxes	63	86	84	98	331	77	104	104	285	233
Less: Income Tax Liabilities	30	41	40	46	157	35	48	47	130	111
Profits After Taxes	33	45	44	52	174	42	56	57	155	122
Depletion Charged	2	3	2	2	9	2	3	2	7	7
	Iron and Steel Products									
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	1,101	1,137	980	977	4,195	968	1,294	1,149	3,411	3,218
Net Earnings	119	118	81	75	393	92	145	109	346	318
Less: Depreciation	31	32	33	31	127	29	32	33	94	96
Profits Before Taxes	88	86	48	44	266	63	113	76	252	222
Less: Income Tax Liabilities	49	48	27	25	149	35	63	39	137	124
Profits After Taxes	39	38	21	19	117	28	50	37	115	98
	Non-Ferrous Metal Products									
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	143	154	163	177	637	169	197	209	575	460
Net Earnings	23	29	27	29	108	30	33	40	103	79
Less: Depreciation	11	13	12	21	57	18	16	17	51	36
Profits Before Taxes	12	16	15	8	51	12	17	23	52	43
Less: Income Tax Liabilities	6	8	7	4	25	5	7	10	22	21
Profits After Taxes	6	8	8	4	26	7	10	13	30	22
	Electrical Apparatus and Supplies									
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	241	245	244	293	1,023	258	252	284	794	730
Net Earnings	21	19	17	22	79	21	19	25	65	57
Less: Depreciation	5	6	4	6	21	6	6	6	18	15
Profits Before Taxes	16	13	13	16	58	15	13	19	47	42
Less: Income Tax Liabilities	8	7	7	8	30	7	6	9	22	22
Profits After Taxes	8	6	6	8	28	8	7	10	25	20

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955 - Continued

	Non-Metallic Mineral Products									
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	92	114	139	131	476	102	140	175	417	345
Net Earnings	11	27	31	22	91	13	37	40	90	69
Less: Depreciation	5	5	5	10	25	5	6	5	16	15
Profits Before Taxes	6	22	26	12	66	8	31	35	74	54
Less: Income Tax Liabilities	3	10	12	6	31	4	16	20	40	25
Profits After Taxes	3	12	14	6	35	4	15	15	34	29
	Products of Petroleum and Coal									
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	313	317	343	347	1,320	329	345	395	1,069	973
Net Earnings	45	44	51	45	185	48	45	61	154	140
Less: Depreciation	15	17	18	20	70	16	18	19	53	50
Profits Before Taxes	30	27	33	25	115	32	27	42	101	90
Less: Income Tax Liabilities	15	13	16	12	56	15	13	19	47	44
Profits After Taxes	15	14	17	13	59	17	14	23	54	46
	Chemical Products									
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	232	250	253	244	979	249	277	291	817	735
Net Earnings	28	33	36	28	125	32	38	43	113	97
Less: Depreciation	10	12	10	9	41	10	11	10	31	32
Profits Before Taxes	18	21	26	19	84	22	27	33	82	65
Less: Income Tax Liabilities	8	10	12	9	39	9	11	14	34	30
Profits After Taxes	10	11	14	10	45	13	16	19	48	35
	Other Manufacturing Industries*									
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	226	238	244	239	947	247	262	285	794	708
Net Earnings	19	24	21	19	83	22	29	31	82	64
Less: Depreciation	4	5	4	5	18	4	5	4	13	13
Profits Before Taxes	15	19	17	14	65	18	24	27	69	51
Less: Income Tax Liabilities	7	9	8	6	30	8	11	12	31	24
Profits After Taxes	8	10	9	8	35	10	13	15	38	27

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco, Rubber and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955 - Continued

	Total - Manufacturing									
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	4,094	4,342	4,291	4,375	17,102	4,138	4,800	4,906	13,844	12,727
Net Earnings	418	481	448	435	1,782	418	564 ^r	573	1,555	1,347
Less: Depreciation	125	138	136	155	554	135	143	147	425	399
Profits Before Taxes	293	343	312	280	1,228	283	421 ^r	426	1,130	948
Less: Income Tax Liabilities	151	174	156	139	620	136	206 ^r	203	545	481
Profits After Taxes	142	169	156	141	608	147	215 ^r	223	585	467
Transportation, Storage and Communication										
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
		(Millions of Dollars)								
Sales	470	492	511	510	1,983	497	544	585	1,626	1,473
Net Earnings	72	83	101	89	345	83	101	131	315	256
Less: Depreciation	35	38	40	45	158	38	39	43	120	113
Profits Before Taxes	37	45	61	44	187	45	62	88	195	143
Less: Income Tax Liabilities	17	21	28	21	87	20	28	35	83	66
Profits After Taxes	20	24	33	23	100	25	34	53	112	77
Public Utility Operation										
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
		(Millions of Dollars)								
Sales	73	66	61	74	274	81	71	65	217	200
Net Earnings	24	22	19	26	91	31	25	19	75	65
Less: Depreciation	7	7	7	8	29	9	9	7	25	21
Profits Before Taxes	17	15	12	18	62	22	16	12	50	44
Less: Income Tax Liabilities	8	7	6	8	29	10	7	6	23	21
Profits After Taxes	9	8	6	10	33	12	9	6	27	23
Wholesale Trade										
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
		(Millions of Dollars)								
Sales	1,511	1,832	1,812	1,861	7,015	1,548	1,971	2,065	5,584	5,155
Net Earnings	40	67	64	52	223	43	77	85	205	171
Less: Depreciation	14	19	14	15	62	14	20	17	51	47
Profits Before Taxes	26	48	50	37	161	29	57	68	154	124
Less: Income Tax Liabilities	13	24	26	19	82	14	28	34	76	63
Profits After Taxes	13	24	24	18	79	15	29	34	78	61

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.
 r. Indicates a revision in the figure since the publication covering the second quarter, 1955.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955 -- Concluded

Retail Trade										
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Sales	1,435	1,657	1,557	1,623	6,272	1,455	1,865	1,751	5,071	4,649
Net Earnings	36	57	51	58	202	36	68	65	169	144
Less: Depreciation	13	15	16	16	60	14	17	17	48	44
Profits Before Taxes	23	42	35	42	142	22	51	48	121	100
Less: Income Tax Liabilities	12	22	18	21	73	11	25	21	57	52
Profits After Taxes	11	20	17	21	69	11	26	27	64	48
Finance Insurance and Real Estate										
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Net Earnings	83	87	69	69	308	80	98	74	252	239
Less: Depreciation	12	12	10	12	46	12	13	11	36	34
Profits Before Taxes	71	75	59	57	262	68	85	63	216	205
Less: Income Tax Liabilities	34	36	29	28	127	30	38	30	98	99
Profits After Taxes	37	39	30	29	135	38	47	33	118	106
Service										
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Net Earnings	17	18	21	15	71	14	17	23	54	56
Less: Depreciation	6	6	7	7	26	7	6	8	21	19
Profits Before Taxes	11	12	14	8	45	7	11	15	33	37
Less: Income Tax Liabilities	5	5	6	4	20	4	6	6	16	16
Profits After Taxes	6	7	8	4	25	3	5	9	17	21
Other Non-Manufacturing*										
	1954					1955			9 mos. 1955	9 mos. 1954
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Net Earnings	20	38	41	31	130	20	38	50	108	99
Less: Depreciation	10	16	13	19	58	8	15	14	37	39
Profits Before Taxes	10	22	28	12	72	12	23	36	71	60
Less: Income Tax Liabilities	5	10	12	5	32	6	11	14	31	27
Profits After Taxes	5	12	16	7	40	6	12	22	40	33

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

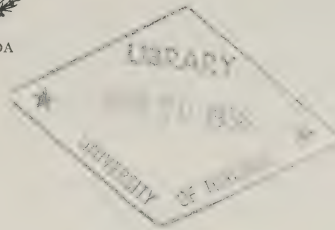
The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100-119
	Fuels	120-129
	Non-Metal Mining	130-149
	Quarrying, Clay and Sand Pits	150-169
	Prospecting	170-199
Manufacturing:		
Foods and Beverages.....	Foods and Beverages.....	200-229
Textile Products.....	Textile Products (except Clothing)	250-269
	Clothing (Textile and Fur)	270-279
Wood and Paper Products	Wood Products.....	280-289
	Paper Products	290-299
	Printing, Publishing and Allied Industries	300-309
Iron and Steel Products	Iron and Steel Products	310-329
	Transportation Equipment.....	330-339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340-349
Electrical Apparatus and Supplies.....	Electrical Apparatus and Supplies.....	350-359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360-369
Products of Petroleum and Coal	Products of Petroleum and Coal	370-379
Chemical Products	Chemical Products	380-389
Other Manufacturing Industries.....	Miscellaneous Manufacturing Industries	390-399
	Tobacco and Tobacco Products	230-235
	Rubber Products	236-239
	Leather Products	240-249
Transportation, Storage and Communication.....	Transportation.....	500-519
	Storage	520-539
	Communication	540-599
Public Utility Operation ¹	Public Utility Operation ¹	600-699
Wholesale Trade	Trade: Wholesale Trade.....	700-729
Retail Trade	Trade: Retail Trade	730-799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800-899
Service	Community or Public Service	900-909
	Recreation Service	920-929
	Business Service	930-939
	Personal Service.....	940-949
Other Non-Manufacturing	Agriculture.....	000-079
	Forestry	080-089
	Fishing and Trapping	090-099
	Construction	400-499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.



CANADA



CORPORATION PROFITS
FOURTH QUARTER, 1955

Published by Authority of
The Right Honourable C. D. Howe, Minister of Trade and Commerce

DOMINION BUREAU OF STATISTICS
General Assignments Division

CORPORATION PROFITS

FOURTH QUARTER, 1955

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives, Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, depreciation, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the two groups for which depletion charges are significant—mining and wood and paper products—depletion charges are shown separately in the tables.

Depreciation charges as shown in the tables reflect the rates allowed by the Income Tax Act even though companies are permitted to charge depreciation on their own books at rates different from those used for income tax purposes. The totals published in "Taxation Statistics" form the base for the estimates in this report and the depreciation figures submitted in the survey are used only for interpolation and projection.

Income tax liabilities are calculated for each reporting company, each quarter to obtain totals of tax liabilities for each industrial group. An allowance is then made for profits which are covered by losses in other quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the wood and wood products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

CORPORATION PROFITS - FOURTH QUARTER, 1955

Profits before taxes of Canadian corporations were estimated at \$786,000,000 for the fourth quarter of 1955, an increase of \$225,000,000, or 40 per cent, over the 1954 fourth quarter estimate of \$561,000,000. Cumulative profits before taxes for the twelve months ending 31 December, 1955, increased an estimated \$632,000,000, or 26 per cent, over the same period for the previous year, from \$2,390,000,000 in 1954 to \$3,022,000,000 in 1955.

Income tax liabilities estimated for the fourth quarter of 1955 amounted to \$342,000,000, an increase of \$72,000,000, or 26 per cent, over the fourth quarter of 1954 estimate of \$270,000,000. For the twelve months period ending 31 December, 1955, income tax liabilities were estimated at \$1,366,000,000 as compared with \$1,160,000,000 for the twelve months of 1954, an increase of \$206,000,000, or 18 per cent. Income taxes for the year 1955 were estimated at 45 per cent of profits.

Corporation profits after taxes in the fourth quarter of 1955 rose an estimated \$153,000,000 or 53 per cent from \$291,000,000 in 1954 to \$444,000,000 in 1955. Cumulative profits after taxes for the twelve months of 1955 increased an estimated \$426,000,000, or 35 per cent, over the corresponding period of the previous year, from \$1,230,000,000 in 1954 to \$1,656,000,000 in 1955.

In the Manufacturing sector increases in profits before taxes for the fourth quarter of 1955 over the fourth quarter of 1954 were shown in all industry groups, with an overall increase of \$143,000,000, or 51 per cent, in the sector as a whole, from \$280,000,000 in 1954 to \$423,000,000 in 1955. The most sizeable increases occurred in the Iron and Steel group which rose an estimated \$57,000,000 from \$44,000,000 in the fourth quarter of 1954 to \$101,000,000 in the fourth quarter of 1955, the Non-Ferrous Metal group which increased \$20,000,000

from \$8,000,000 in the fourth quarter of 1954 to \$28,000,000 in the fourth quarter of 1955 and the Wood and Paper group which increased \$19,000,000 from \$98,000,000 in the fourth quarter of 1954 to \$117,000,000 in the fourth quarter of 1955.

The Non-Manufacturing sector showed an overall increase in profits before taxes of \$82,000,000, or 29 per cent, from \$281,000,000 in the fourth quarter of 1954 to \$363,000,000 in the fourth quarter of 1955. Mining, Quarrying and Oil Wells showed the greatest increase, \$31,000,000, from \$63,000,000 in the fourth quarter of 1954 to \$94,000,000 in the fourth quarter of 1955, followed by Retail Trade which increased \$16,000,000 from \$42,000,000 in the fourth quarter of 1954 to \$58,000,000 in the fourth quarter of 1955 and Transportation, Storage and Communication which rose an estimated \$14,000,000 from \$44,000,000 in the fourth quarter of 1954 to \$58,000,000 in the fourth quarter of 1955.

A comparison of the total of the four quarters of 1955 with the total of the four quarters of the preceding year indicates that the increase in profits before taxes was reflected in all industry groups except one. The most sizeable increases occurred in the Mining, Quarrying and Oil Wells group which rose an estimated \$129,000,000, or 56 per cent, from \$231,000,000 in 1954 to \$360,000,000 in 1955; the Iron and Steel group which rose an estimated \$87,000,000, or 33 per cent, from \$266,000,000 in 1954 to \$353,000,000 in 1955; the Wood and Paper group which rose an estimated \$71,000,000, or 21 per cent, from \$331,000,000 in 1954 to \$402,000,000 in 1955; and the Transportation, Storage and Communication group which rose an estimated \$66,000,000, or 35 per cent, from \$187,000,000 in 1954 to \$253,000,000 in 1955. The one group in which profits before taxes did not increase was the Service group which dropped an estimated \$3,000,000, or 6 per cent, from \$48,000,000 in 1954 to \$45,000,000 in 1955.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1954-1955

	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Mining, Quarrying and Oil Wells	45	62	61	63	231	82	93	91	94	360
Manufacturing:										
Foods and Beverages	37	46	45	41	169	23	54 ^F	57	45	179
Textile Products	8	7	5	3	23	13	11	10	6	40
Wood and Paper Products	63	86	84	98	331	77	104	104	117	402
Iron and Steel Products	88	86	48	44	266	63	113	76	101	353
Non-Ferrous Metal Products	12	16	15	8	51	12	17	23	28	80
Electrical Apparatus and Supplies	16	13	13	16	58	15	13	19	26	73
Non-Metallic Mineral Products	6	22	26	12	66	8	31	35	21	95
Products of Petroleum and Coal	30	27	33	25	115	32	27	42	39	140
Chemical Products	18	21	26	19	84	22	27	33	22	104
Other Manufacturing Industries ¹	15	19	17	14	65	18	24	27	18	87
Total	293	343	312	280	1,228	283	421^r	426	423	1,553
Transportation, Storage and Communication ...	37	45	61	44	187	45	62	88	58	253
Public Utility Operation	17	15	12	18	62	22	16	12	18	68
Wholesale Trade	26	48	50	37	161	29	57	68	47	201
Retail Trade	23	42	35	42	142	22	51	48	58	179
Finance, Insurance and Real Estate	71	75	59	57	262	68	85	63	69	285
Service	11	12	14	8	45	7	11	15	9	42
Other Non-Manufacturing ²	10	22	28	12	72	12	23	36	10	81
Total All Industries	533	664	632	561	2,390	570	819^r	847	786	3,022

1. Includes Tobacco, Rubber, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.
- r. Indicates a revision in the figure since the publication covering the second quarter, 1955.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1954-1955

	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Mining, Quarrying and Oil Wells	28	38	37	38	141	53	60	58	60	231
Manufacturing:										
Foods and Beverages	18	23	22	20	83	11	28 ^F	29	23	91
Textile Products	2	2	1	1	6	7	6	5	3	21
Wood and Paper Products	33	45	44	52	174	42	56	57	65	220
Iron and Steel Products	39	38	21	19	117	28	50	37	59	174
Non-Ferrous Metal Products	6	8	8	4	26	7	10	13	15	45
Electrical Apparatus and Supplies	8	6	6	8	28	8	7	10	14	39
Non-Metallic Mineral Products	3	12	14	6	35	4	15	15	12	46
Products of Petroleum and Coal	15	14	17	13	59	17	14	23	21	75
Chemical Products	10	11	14	10	45	13	16	19	12	60
Other Manufacturing Industries	8	10	9	8	35	10	13	15	10	48
Total	142	169	156	141	608	147	215^r	223	234	819
Transportation, Storage and Communication ...	20	24	33	23	100	25	34	53	32	144
Public Utility Operation	9	8	6	10	33	12	9	6	10	37
Wholesale Trade	13	24	24	18	79	15	29	34	25	103
Retail Trade	11	20	17	21	69	11	26	27	34	98
Finance, Insurance and Real Estate	37	39	30	29	135	38	47	33	38	156
Service	6	7	8	4	25	3	5	9	5	22
Other Non-Manufacturing ²	5	12	16	7	40	6	12	22	6	46
Total All Industries	271	341	327	291	1,230	310	437^r	465	444	1,656

1. Includes Tobacco, Rubber, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.
- r. Indicates a revision in the figure since the publication covering the second quarter, 1955.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1954-1955

	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Net Earnings.....	777	938	898	861	3,474	831	1,107 ^r	1,138	1,104	4,180
Less: Depreciation	244	274	266	300	1,084	261	288	291	318	1,158
Profits Before Taxes.....	533	664	632	561	2,390	570	819 ^r	847	786	3,022
Less: Income Tax Liabilities	262	323	305	270	1,160	260	382 ^r	382	342	1,366
Profits After Taxes	271	341	327	291	1,230	310	437 ^r	465	444	1,656

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955

Mining, Quarrying and Oil Wells

	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	309	326	335	361	1,331	387	399	417	448	1,651
Net Earnings.....	67	85	84	86	322	106	119	118	120	463
Less: Depreciation	22	23	23	23	91	24	26	27	26	103
Profits Before Taxes.....	45	62	61	63	231	82	93	91	94	360
Less: Income Tax Liabilities	17	24	24	25	90	29	33	33	34	129
Profits After Taxes	28	38	37	38	141	53	60	58	60	231
Depletion Charged	2	1	2	3	8	3	4	4	5	16
	Foods and Beverages									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	701	792	799	825	3,117	686	814	849	861	3,210
Net Earnings.....	50	59	58	57	224	37	68 ^r	71	62	238
Less: Depreciation	13	13	13	16	55	14	14	14	17	59
Profits Before Taxes.....	37	46	45	41	169	23	54 ^r	57	45	179
Less: Income Tax Liabilities	19	23	23	21	86	12	26 ^r	28	22	88
Profits After Taxes	18	23	22	20	83	11	28 ^r	29	23	91
	Textile Products									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	290	288	299	307	1,184	318	323	323	366	1,330
Net Earnings.....	13	14	12	10	49	18	18	17	13	66
Less: Depreciation	5	7	7	7	26	5	7	7	7	26
Profits Before Taxes.....	8	7	5	3	23	13	11	10	6	40
Less: Income Tax Liabilities	6	5	4	2	17	6	5	5	3	19
Profits After Taxes	2	2	1	1	6	7	6	5	3	21

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.
 r. Indicates a revision in the figure since the publication covering the second quarter, 1955.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955 - Continued

	Wood and Paper Products									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	755	807	827	835	3,224	812	896	946	923	3,582
Net Earnings	89	114	114	128	445	105	132	136	149	522
Less: Depreciation	26	28	30	30	114	28	28	32	32	120
Profits Before Taxes	63	86	84	98	331	77	104	104	117	402
Less: Income Tax Liabilities	30	41	40	46	157	35	48	47	52	182
Profits After Taxes	33	45	44	52	174	42	56	57	65	220
Depletion Charged	2	3	2	2	9	2	3	2	2	9
	Iron and Steel Products									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	1,101	1,137	980	977	4,195	968	1,294	1,149	1,223	4,634
Net Earnings	119	118	81	75	393	92	145	109	136	482
Less: Depreciation	31	32	33	31	127	29	32	33	35	129
Profits Before Taxes	88	86	48	44	266	63	113	76	101	353
Less: Income Tax Liabilities	49	48	27	25	149	35	63	39	42	179
Profits After Taxes	39	38	21	19	117	28	50	37	59	174
	Non-Ferrous Metal Products									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	143	154	163	177	637	169	197	209	224	799
Net Earnings	23	29	27	29	108	30	33	40	47	150
Less: Depreciation	11	13	12	21	57	18	16	17	19	70
Profits Before Taxes	12	16	15	6	51	12	17	23	28	80
Less: Income Tax Liabilities	6	8	7	4	25	5	7	10	13	35
Profits After Taxes	6	8	8	4	26	7	10	13	15	45
	Electrical Apparatus and Supplies									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	241	245	244	293	1,023	258	252	284	329	1,123
Net Earnings	21	19	17	22	79	21	19	25	31	96
Less: Depreciation	5	6	4	6	21	6	6	6	5	23
Profits Before Taxes	16	13	13	16	58	15	13	19	26	73
Less: Income Tax Liabilities	8	7	7	8	30	7	6	9	12	34
Profits After Taxes	8	6	6	8	28	8	7	10	14	39

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955 - Continued

	Non-Metallic Mineral Products									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	92	114	139	131	476	102	140	175	154	571
Net Earnings	11	27	31	22	91	13	37	40	29	119
Less: Depreciation	5	5	5	10	25	5	6	5	8	24
Profits Before Taxes	6	22	26	12	66	8	31	35	21	95
Less: Income Tax Liabilities	3	10	12	6	31	4	16	20	9	49
Profits After Taxes	3	12	14	6	35	4	15	15	12	46
	Products of Petroleum and Coal									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	313	317	343	347	1,320	329	345	395	400	1,469
Net Earnings	45	44	51	45	185	48	45	61	59	213
Less: Depreciation	15	17	18	20	70	16	18	19	20	73
Profits Before Taxes	30	27	33	25	115	32	27	42	39	140
Less: Income Tax Liabilities	15	13	16	12	56	15	13	19	18	65
Profits After Taxes	15	14	17	13	59	17	14	23	21	75
	Chemical Products									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	232	250	253	244	979	249	277	291	280	1,097
Net Earnings	28	33	36	28	125	32	38	43	34	147
Less: Depreciation	10	12	10	9	41	10	11	10	12	43
Profits Before Taxes	18	21	26	19	84	22	27	33	22	104
Less: Income Tax Liabilities	8	10	12	9	39	9	11	14	10	44
Profits After Taxes	10	11	14	10	45	13	16	19	12	60
	Other Manufacturing Industries*									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	226	238	244	239	947	247	262	285	280	1,074
Net Earnings	19	24	21	19	83	22	29	31	24	106
Less: Depreciation	4	5	4	5	18	4	5	4	6	19
Profits Before Taxes	15	19	17	14	65	18	24	27	18	87
Less: Income Tax Liabilities	7	9	8	6	30	8	11	12	8	39
Profits After Taxes	8	10	9	8	35	10	13	15	10	48

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco, Rubber and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955 - Continued

	Total - Manufacturing									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	4,094	4,342	4,291	4,375	17,102	4,138	4,800	4,906	5,045	18,889
Net Earnings	418	481	448	435	1,782	418	564 ^r	573	584	2,139
Less: Depreciation	125	138	136	155	554	135	143	147	161	586
Profits Before Taxes	293	343	312	280	1,228	283	421 ^r	426	423	1,553
Less: Income Tax Liabilities	151	174	156	139	620	136	206 ^r	203	189	734
Profits After Taxes	142	169	156	141	608	147	215 ^r	223	234	819
	Transportation, Storage and Communication									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	470	492	511	510	1,983	497	544	585	573	2,199
Net Earnings	72	83	101	89	345	83	101	131	109	424
Less: Depreciation	35	38	40	45	158	38	39	43	51	171
Profits Before Taxes	37	45	61	44	187	45	62	88	58	253
Less: Income Tax Liabilities	17	21	28	21	87	20	28	35	26	109
Profits After Taxes	20	24	33	23	100	25	34	53	32	144
	Public Utility Operation									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	73	66	61	74	274	81	71	65	81	298
Net Earnings	24	22	19	26	91	31	25	19	26	101
Less: Depreciation	7	7	7	8	29	9	9	7	8	33
Profits Before Taxes	17	15	12	18	62	22	16	12	18	68
Less: Income Tax Liabilities	8	7	6	8	29	10	7	6	8	31
Profits After Taxes	9	8	6	10	33	12	9	6	10	37
	Wholesale Trade									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	1,511	1,832	1,812	1,861	7,015	1,548	1,971	2,065	2,191	7,775
Net Earnings	40	67	64	52	223	43	77	85	64	269
Less: Depreciation	14	19	14	15	62	14	20	17	17	68
Profits Before Taxes	26	48	50	37	161	29	57	68	47	201
Less: Income Tax Liabilities	13	24	26	19	82	14	28	34	22	98
Profits After Taxes	13	24	24	18	79	15	29	34	25	103

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.
 r. Indicates a revision in the figure since the publication covering the second quarter, 1955.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955 - Concluded

Retail Trade

	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	1,435	1,657	1,557	1,623	6,272	1,455	1,865	1,751	1,795	6,866
Net Earnings	36	57	51	58	202	36	68	65	75	244
Less: Depreciation	13	15	16	16	60	14	17	17	17	65
Profits Before Taxes	23	42	35	42	142	22	51	48	58	179
Less: Income Tax Liabilities	12	22	18	21	73	11	25	21	24	81
Profits After Taxes	11	20	17	21	69	11	26	27	34	98

Finance Insurance and Real Estate

	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Net Earnings	83	87	69	69	308	80	98	74	82	334
Less: Depreciation	12	12	10	12	46	12	13	11	13	49
Profits Before Taxes	71	75	59	57	262	68	85	63	69	285
Less: Income Tax Liabilities	34	36	29	28	127	30	38	30	31	129
Profits After Taxes	37	39	30	29	135	38	47	33	38	156

Service

	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Net Earnings	17	18	21	15	71	14	17	23	16	70
Less: Depreciation	6	6	7	7	26	7	6	8	7	28
Profits Before Taxes	11	12	14	8	45	7	11	15	9	42
Less: Income Tax Liabilities	5	5	6	4	20	4	6	6	4	20
Profits After Taxes	6	7	8	4	25	3	5	9	5	22

Other Non-Manufacturing*

	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Net Earnings	20	38	41	31	130	20	38	50	28	136
Less: Depreciation	10	16	13	19	58	8	15	14	18	55
Profits Before Taxes	10	22	28	12	72	12	23	36	10	81
Less: Income Tax Liabilities	5	10	12	5	32	6	11	14	4	35
Profits After Taxes	5	12	16	7	40	6	12	22	6	46

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100-119
	Fuels	120-129
	Non-Metal Mining	130-149
	Quarrying, Clay and Sand Pits	150-169
	Prospecting	170-199
Manufacturing:		
Foods and Beverages.....	Foods and Beverages.....	200-229
Textile Products.....	Textile Products (except Clothing)	250-269
	Clothing (Textile and Fur)	270-279
	Wood and Paper Products	280-289
Wood and Paper Products	Wood Products.....	280-289
	Paper Products	290-299
	Printing, Publishing and Allied Industries.....	300-309
Iron and Steel Products	Iron and Steel Products	310-329
	Transportation Equipment	330-339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340-349
Electrical Apparatus and Supplies.....	Electrical Apparatus and Supplies.....	350-359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360-369
Products of Petroleum and Coal	Products of Petroleum and Coal	370-379
Chemical Products	Chemical Products	380-389
	Other Manufacturing Industries.....	Miscellaneous Manufacturing Industries
Tobacco and Tobacco Products		230-235
Rubber Products		236-239
Leather Products		240-249
Transportation, Storage and Communication.....	Transportation	500-519
	Storage	520-539
	Communication	540-599
Public Utility Operation ¹	Public Utility Operation ¹	600-699
Wholesale Trade	Trade: Wholesale Trade.....	700-729
Retail Trade	Trade: Retail Trade	730-799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800-899
Service	Community or Public Service	900-909
	Recreation Service	920-929
	Business Service	930-939
	Personal Service.....	940-949
Other Non-Manufacturing	Agriculture.....	000-079
	Forestry	080-089
	Fishing and Trapping	090-099
	Construction	400-499

¹ 1. Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CANADA



CORPORATION PROFITS

FIRST QUARTER, 1956

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CORPORATION PROFITS

FIRST QUARTER, 1956

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, depreciation, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the two groups for which depletion charges are significant—mining and wood and paper products—depletion charges are shown separately in the tables.

Depreciation charges as shown in the tables reflect the rates allowed by the Income Tax Act even though companies are permitted to charge depreciation on their own books at rates different from those used for income tax purposes. The totals published in "Taxation Statistics" form the base for the estimates in this report and the depreciation figures submitted in the survey are used only for interpolation and projection.

Income tax liabilities are calculated for each reporting company, each quarter to obtain totals of tax liabilities for each industrial group. An allowance is then made for profits which are covered by losses in other quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the wood and wood products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

CORPORATION PROFITS - FIRST QUARTER, 1956

Corporation profits before taxes were estimated at \$728 million for the first quarter of 1956, an increase of \$158 million, or 23 per cent, over the estimated \$570 million for the first quarter of 1955.

Income tax liabilities were estimated at \$321 million for the first quarter of 1956, an increase of \$61 million, or 23 per cent, over the \$260 million estimated for the first quarter of 1955. Income tax liabilities were estimated at 44 per cent of profits before taxes for the first quarter of 1956 as compared with an estimate of 46 per cent for the same period in 1955.

Profits after taxes increased from an estimated \$310 million in the first quarter of 1955 to an estimated \$407 million in the first quarter of 1956, an increase of \$97 million or 31 per cent.

In the Manufacturing sector estimated increases in profits before taxes in the first quarter of 1956 over the first quarter of 1955 were recorded in the Iron and Steel group which increased \$42 million from \$63 million in 1955 to \$105 million in 1956, in the Wood and Paper group which increased an estimated \$15 million from \$77 million in 1955 to \$92 million in 1956, in the Petroleum and Coal group which increased \$10 million from \$32 million in 1955 to \$42 million in 1956, in the Non-Ferrous Metal group which increased \$7 million from \$12 million in 1955 to \$19 million in 1956, in the Textile group which increased \$5 million from \$13 million in 1955 to \$18 million in 1956, in the Chemical group which increased \$3 million from \$22 million in 1955 to \$25 million in 1956, in the Non-Metallic Mineral group which increased \$3 million from \$8 million in 1955 to \$11 million in 1956, in the Foods and Beverages group which increased \$2 million from \$23 million in 1955 to \$25 million in 1956, in the Electrical Apparatus and Supplies group which increased \$2 million from \$15 million in 1955 to \$17 million in 1956, and in the Other Manufacturing group which increased \$1 million from \$12 million in 1955 to \$13 million in 1956. The only industry group which did

not show a rise in profits before taxes from the first quarter of 1955 to the first quarter of 1956 was Rubber Products, a group which has been broken out of "Other Manufacturing Industries" and is now set forth as a separate table for the first time in this publication. This group showed an estimated profit before taxes of \$6 million for the first quarter of both 1955 and 1956.

An overall increase in profits before taxes of \$90 million, or 32 per cent, was estimated for the Manufacturing sector as a whole, from \$283 million in the first quarter of 1955 to \$373 million in the first quarter of 1956.

The Non-Manufacturing sector in total showed an increase of \$68 million, or 24 per cent, from \$287 million in the first quarter of 1955 to \$355 million for the same period in 1956. This estimated increase was reflected in all industry groups with the most sizeable change occurring in the Mining, Quarrying and Oil Wells group which increased \$26 million from \$82 million in the first quarter of 1955 to \$108 million in the first quarter of 1956. Wholesale Trade increased an estimated \$15 million from \$29 million in the first quarter of 1955 to \$44 million in the first quarter of 1956, Transportation, Storage and Communication increased an estimated \$12 million from \$45 million in the first quarter of 1955 to \$57 million in the first quarter of 1956, Other Non-Manufacturing increased an estimated \$7 million from \$12 million in the first quarter of 1955 to \$19 million in the first quarter of 1956, Public Utility Operation increased an estimated \$4 million from \$22 million in the first quarter of 1955 to \$26 million in the first quarter of 1956, Finance, Insurance and Real Estate increased an estimated \$2 million from \$68 million in the first quarter of 1955 to \$70 million in the first quarter of 1956, Retail Trade increased an estimated \$1 million from \$22 million in the first quarter of 1955 to \$23 million in the first quarter of 1956 and Service increased an estimated \$1 million from \$7 million in the first quarter of 1955 to \$8 million in the first quarter of 1956.

NOTE

With this issue the classification "Other Manufacturing Industries" has been divided into two groups as follows:

From	To
Other Manufacturing Industries	Rubber Products Other Manufacturing Industries

For details of published groupings see page 12.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1954-1956

	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Mining, Quarrying and Oil Wells	45	62	61	63	231	82	93	91	94	360	108
Manufacturing:											
Foods and Beverages	37	46	45	41	169	23	54	57	45	179	25
Rubber Products	5	5	5	5	20	6	8	9	8	31	6
Textile Products	8	7	5	3	23	13	11	10	6	40	18
Wood and Paper Products	63	86	84	98	331	77	104	104	117	402	92
Iron and Steel Products	88	86	48	44	266	63	113	76	101	353	105
Non-Ferrous Metal Products	12	16	15	8	51	12	17	23	28	80	19
Electrical Apparatus and Supplies	16	13	13	16	58	15	13	19	26	73	17
Non-Metallic Mineral Products	6	22	26	12	66	8	31	35	21	95	11
Products of Petroleum and Coal	30	27	33	25	115	32	27	42	39	140	42
Chemical Products	18	21	26	19	84	22	27	33	22	104	25
Other Manufacturing Industries ¹	10	14	12	9	45	12	16	18	10	56	13
Total	293	343	312	280	1,228	283	421	426	423	1,553	373
Transportation, Storage and Communication	37	45	61	44	187	45	62	88	58	253	57
Public Utility Operation	17	15	12	18	62	22	16	12	18	68	26
Wholesale Trade	26	48	50	37	161	29	57	68	47	201	44
Retail Trade	23	42	35	42	142	22	51	48	58	179	23
Finance, Insurance and Real Estate	71	75	59	57	262	68	85	63	69	285	70
Service	11	12	14	8	45	7	11	15	9	42	8
Other Non-Manufacturing ²	10	22	28	12	72	12	23	36	10	81	19
Total All Industries	533	664	632	561	2,390	570	819	847	786	3,022	728

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1954-1956

	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Mining, Quarrying and Oil Wells	28	38	37	38	141	53	60	58	60	231	73
Manufacturing:											
Foods and Beverages	18	23	22	20	83	11	28	29	23	91	12
Rubber Products	3	2	3	3	11	3	5	5	5	18	3
Textile Products	2	2	1	1	6	7	6	5	3	21	10
Wood and Paper Products	33	45	44	52	174	42	56	57	65	220	51
Iron and Steel Products	39	38	21	19	117	28	50	37	59	174	49
Non-Ferrous Metal Products	6	8	8	4	26	7	10	13	15	45	11
Electrical Apparatus and Supplies	8	6	6	8	28	8	7	10	14	39	9
Non-Metallic Mineral Products	3	12	14	6	35	4	15	15	12	46	6
Products of Petroleum and Coal	15	14	17	13	59	17	14	23	21	75	23
Chemical Products	10	11	14	10	45	13	16	19	12	60	15
Other Manufacturing Industries ¹	5	8	6	5	24	7	8	10	5	30	7
Total	142	169	156	141	608	147	215	223	234	819	196
Transportation, Storage and Communication	20	24	33	23	100	25	34	53	32	144	32
Public Utility Operation	9	8	6	10	33	12	9	6	10	37	15
Wholesale Trade	13	24	24	18	79	15	29	34	25	103	25
Retail Trade	11	20	17	21	69	11	26	27	34	98	12
Finance, Insurance and Real Estate	37	39	30	29	135	38	47	33	38	156	39
Service	6	7	8	4	25	3	5	9	5	22	4
Other Non-Manufacturing ²	5	12	16	7	40	6	12	22	6	46	11
Total All Industries	271	341	327	291	1,230	310	437	465	444	1,656	407

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1954-1956

	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Net Earnings	777	938	898	861	3,474	831	1,107	1,138	1,104	4,180	1,014
Less: Depreciation	244	274	266	300	1,084	261	288	291	318	1,158	286
Profits Before Taxes	533	664	632	561	2,390	570	819	847	786	3,022	728
Less: Income Tax Liabilities....	262	323	305	270	1,160	260	382	382	342	1,366	321
Profits After Taxes	271	341	327	291	1,230	310	437	465	444	1,656	407

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1956

Mining, Quarrying and Oil Wells											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Sales	309	326	335	361	1,331	387	399	417	448	1,651	437
Net Earnings	67	85	84	86	322	106	119	118	120	463	135
Less: Depreciation	22	23	23	23	91	24	26	27	26	103	27
Profits Before Taxes	45	62	61	63	231	82	93	91	94	360	108
Less: Income Tax Liabilities ..	17	24	24	25	90	29	33	33	34	129	35
Profits After Taxes	28	38	37	38	141	53	60	58	60	231	73
Depletion Charged	2	1	2	3	8	3	4	4	5	16	5

Foods and Beverages											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Sales	701	792	799	825	3,117	686	814	849	861	3,210	720
Net Earnings	50	59	58	57	224	37	68	71	62	238	40
Less: Depreciation	13	13	13	16	55	14	14	14	17	59	15
Profits Before Taxes	37	46	45	41	169	23	54	57	45	179	25
Less: Income Tax Liabilities....	19	23	23	21	86	12	26	28	22	88	13
Profits After Taxes	18	23	22	20	83	11	28	29	23	91	12

Rubber Products											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Sales	68	75	72	75	290	82	88	93	94	357	85
Net Earnings	7	7	7	7	28	8	10	11	11	40	9
Less: Depreciation	2	2	2	2	8	2	2	2	3	9	3
Profits Before Taxes	5	5	5	5	20	6	8	9	8	31	6
Less: Income Tax Liabilities....	2	3	2	2	9	3	3	4	3	13	3
Profits After Taxes	3	2	3	3	11	3	5	5	5	18	3

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1956 - Continued

	Textile Products										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	290	288	299	307	1,184	318	323	323	366	1,330	359
Net Earnings	13	14	12	10	49	18	18	17	13	66	24
Less: Depreciation	5	7	7	7	26	5	7	7	7	26	6
Profits Before Taxes	8	7	5	3	23	13	11	10	6	40	18
Less: Income Tax Liabilities ..	6	5	4	2	17	6	5	5	3	19	8
Profits After Taxes.....	2	2	1	1	6	7	6	5	3	21	10
	Wood and Paper Products										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	755	807	827	835	3,224	812	896	946	928	3,582	914
Net Earnings	89	114	114	128	445	105	132	136	149	522	123
Less: Depreciation	26	28	30	30	114	28	28	32	32	120	31
Profits Before Taxes	63	86	84	98	331	77	104	104	117	402	92
Less: Income Tax Liabilities ..	30	41	40	46	157	35	48	47	52	182	41
Profits After Taxes.....	33	45	44	52	174	42	56	57	65	220	51
Depletion Charged.....	2	3	2	2	9	2	3	2	2	9	2
	Iron and Steel Products										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	1,101	1,137	980	977	4,195	968	1,294	1,149	1,223	4,634	1,196
Net Earnings	119	118	81	75	393	92	145	109	136	482	137
Less: Depreciation	31	32	33	31	127	29	32	33	35	129	32
Profits Before Taxes	88	86	48	44	266	63	113	76	101	353	105
Less: Income Tax Liabilities ..	49	48	27	25	149	35	63	39	42	179	56
Profits After Taxes.....	39	38	21	19	117	28	50	37	59	174	49
	Non-Ferrous Metal Products										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	143	154	163	177	637	169	197	209	224	799	199
Net Earnings	23	29	27	29	108	30	33	40	47	150	32
Less: Depreciation	11	13	12	21	57	18	16	17	19	70	13
Profits Before Taxes	12	16	15	6	51	12	17	23	28	80	19
Less: Income Tax Liabilities ..	6	8	7	4	25	5	7	10	13	35	8
Profits After Taxes.....	6	8	8	4	26	7	10	13	15	45	11

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1956 - Continued

	Electrical Apparatus and Supplies										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	241	245	244	293	1,023	258	252	284	329	1,123	289
Net Earnings.....	21	19	17	22	79	21	19	25	31	96	24
Less: Depreciation	5	6	4	6	21	6	6	6	5	23	7
Profits Before Taxes.....	16	13	13	16	58	15	13	19	26	73	17
Less: Income Tax Liabilities ..	8	7	7	8	30	7	6	9	12	34	8
Profits After Taxes	8	6	6	8	28	8	7	10	14	39	9
	Non-Metallic Mineral Products										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	92	114	139	131	476	102	140	175	154	571	126
Net Earnings.....	11	27	31	22	91	13	37	40	29	119	16
Less: Depreciation	5	5	5	10	25	5	6	5	8	24	5
Profits Before Taxes.....	6	22	26	12	66	8	31	35	21	95	11
Less: Income Tax Liabilities ..	3	10	12	6	31	4	16	20	9	49	5
Profits After Taxes	3	12	14	6	35	4	15	15	12	46	6
	Products of Petroleum and Coal										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	313	317	343	347	1,320	329	345	395	400	1,469	394
Net Earnings.....	45	44	51	45	185	48	45	61	59	213	60
Less: Depreciation	15	17	18	20	70	16	18	19	20	73	18
Profits Before Taxes.....	30	27	33	25	115	32	27	42	39	140	42
Less: Income Tax Liabilities ..	15	13	16	12	56	15	13	19	18	65	19
Profits After Taxes	15	14	17	13	59	17	14	23	21	75	23
	Chemical Products										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	232	250	253	244	979	249	277	291	280	1,097	277
Net Earnings.....	28	33	36	28	125	32	38	43	34	147	35
Less: Depreciation	10	12	10	9	41	10	11	10	12	43	10
Profits Before Taxes.....	18	21	26	19	84	22	27	33	22	104	25
Less: Income Tax Liabilities ..	8	10	12	9	39	9	11	14	10	44	10
Profits After Taxes	10	11	14	10	45	13	16	19	12	60	15

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1956 - Continued

	Other Manufacturing Industries*										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales.....	158	163	172	164	657	165	174	192	186	717	182
Net Earnings.....	12	17	14	12	55	14	19	20	13	66	16
Less: Depreciation.....	2	3	2	3	10	2	3	2	3	10	3
Profits Before Taxes.....	10	14	12	9	45	12	16	18	10	56	13
Less: Income Tax Liabilities..	5	6	6	4	21	5	8	8	5	26	6
Profits After Taxes.....	5	8	6	5	24	7	8	10	5	30	7
	Total - Manufacturing										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales.....	4,094	4,342	4,291	4,375	17,102	4,138	4,800	4,906	5,045	18,889	4,741
Net Earnings.....	418	481	448	435	1,782	418	564	573	584	2,139	516
Less: Depreciation.....	125	138	136	155	554	135	143	147	161	586	143
Profits Before Taxes.....	293	343	312	280	1,228	283	421	426	423	1,553	373
Less: Income Tax Liabilities..	151	174	156	139	620	136	206	203	189	734	177
Profits After Taxes.....	142	169	156	141	608	147	215	223	234	819	196
	Transportation, Storage and Communication										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales.....	470	492	511	510	1,983	497	544	585	573	2,199	553
Net Earnings.....	72	83	101	89	345	83	101	131	109	424	104
Less: Depreciation.....	35	38	40	45	158	38	39	43	51	171	47
Profits Before Taxes.....	37	45	61	44	187	45	62	88	58	253	57
Less: Income Tax Liabilities..	17	21	28	21	87	20	28	35	26	109	25
Profits After Taxes.....	20	24	33	23	100	25	34	53	32	144	32
	Public Utility Operation										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales.....	73	66	61	74	274	81	71	65	81	298	91
Net Earnings.....	24	22	19	26	91	31	25	19	26	101	36
Less: Depreciation.....	7	7	7	8	29	9	9	7	8	33	10
Profits Before Taxes.....	17	15	12	18	62	22	16	12	18	68	26
Less: Income Tax Liabilities..	8	7	6	8	29	10	7	6	8	31	11
Profits After Taxes.....	9	8	6	10	33	12	9	6	10	37	15

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1956 - Continued

Wholesale Trade											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales.....	1,511	1,832	1,812	1,861	7,015	1,548	1,971	2,065	2,191	7,775	1,796
Net Earnings	40	67	64	52	223	43	77	85	64	269	60
Less: Depreciation.....	14	19	14	15	62	14	20	17	17	68	16
Profits Before Taxes	26	48	50	37	161	29	57	68	47	201	44
Less: Income Tax Liabilities....	13	24	26	19	82	14	28	34	22	98	19
Profits After Taxes	13	24	24	18	79	15	29	34	25	103	25

Retail Trade											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales.....	1,435	1,657	1,557	1,623	6,272	1,455	1,865	1,751	1,795	6,866	1,583
Net Earnings	36	57	51	58	202	36	68	65	75	244	38
Less: Depreciation.....	13	15	16	16	60	14	17	17	17	65	15
Profits Before Taxes	23	42	35	42	142	22	51	48	58	179	23
Less: Income Tax Liabilities....	12	22	18	21	73	11	25	21	24	81	11
Profits After Taxes	11	20	17	21	69	11	26	27	34	98	12

Finance Insurance and Real Estate											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Net Earnings	83	87	69	69	308	80	98	74	82	334	83
Less: Depreciation.....	12	12	10	12	46	12	13	11	13	49	13
Profits Before Taxes	71	75	59	57	262	68	85	63	69	285	70
Less: Income Tax Liabilities....	34	36	29	28	127	30	38	30	31	129	31
Profits After Taxes	37	39	30	29	135	38	47	33	38	156	39

Service											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Net Earnings	17	18	21	15	71	14	17	23	16	70	15
Less: Depreciation.....	6	6	7	7	26	7	6	8	7	28	7
Profits Before Taxes	11	12	14	8	45	7	11	15	9	42	8
Less: Income Tax Liabilities....	5	5	6	4	20	4	6	6	4	20	4
Profits After Taxes	6	7	8	4	25	3	5	9	5	22	4

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1956 - Concluded

Other Non-Manufacturing*											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Net Earnings	20	38	41	31	130	20	38	50	28	136	27
Less: Depreciation.....	10	16	13	19	58	8	15	14	18	55	8
Profits Before Taxes	10	22	28	12	72	12	23	36	10	81	19
Less: Income Tax Liabilities..	5	10	12	5	32	6	11	14	4	35	8
Profits After Taxes	5	12	16	7	40	6	12	22	6	46	11

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100-119
	Fuels	120-129
	Non-Metal Mining	130-149
	Quarrying, Clay and Sand Pits	150-169
	Prospecting	170-199
Manufacturing:		
Foods and Beverages.....	Foods and Beverages.....	200-229
Rubber Products.....	Rubber Products	236-239
Textile Products.....	Textile Products (except Clothing)	250-269
	Clothing (Textile and Fur)	270-279
	Wood and Paper Products	280-289
Wood and Paper Products	Wood Products.....	280-289
	Paper Products	290-299
	Printing, Publishing and Allied Industries.....	300-309
	Iron and Steel Products	Iron and Steel Products
Transportation Equipment		330-339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340-349
Electrical Apparatus and Supplies.....	Electrical Apparatus and Supplies.....	350-359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360-369
Products of Petroleum and Coal	Products of Petroleum and Coal.....	370-379
Chemical Products	Chemical Products	380-389
Other Manufacturing Industries.....	Miscellaneous Manufacturing Industries	390-399
	Tobacco and Tobacco Products	230-235
	Leather Products	240-249
Transportation, Storage and Communication.....	Transportation.....	500-519
	Storage	520-539
	Communication	540-599
Public Utility Operation ¹	Public Utility Operation ¹	600-699
Wholesale Trade	Trade: Wholesale Trade.....	700-729
Retail Trade	Trade: Retail Trade	730-799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800-899
Service	Community or Public Service	900-909
	Recreation Service	920-929
	Business Service	930-939
	Personal Service.....	940-949
Other Non-Manufacturing	Agriculture.....	000-079
	Forestry	080-089
	Fishing and Trapping	090-099
	Construction	400-499

1. Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CANADA

CORPORATION PROFITS
SECOND QUARTER, 1956



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CORPORATION PROFITS

SECOND QUARTER, 1956

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, depreciation, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the two groups for which depletion charges are significant—mining and wood and paper products—depletion charges are shown separately in the tables.

Depreciation charges as shown in the tables reflect the rates allowed by the Income Tax Act even though companies are permitted to charge depreciation on their own books at rates different from those used for income tax purposes. The totals published in "Taxation Statistics" form the base for the estimates in this report and the depreciation figures submitted in the survey are used only for interpolation and projection.

Income tax liabilities are calculated for each reporting company, each quarter to obtain totals of tax liabilities for each industrial group. An allowance is then made for profits which are covered by losses in other quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the wood and wood products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

CORPORATION PROFITS, SECOND QUARTER, 1956

Corporation profits before income taxes were estimated at \$884 million for the second quarter of 1956, an increase of \$129 million, or 17 per cent, over the revised estimate of \$755 million for the second quarter of 1955. Cumulative profits before taxes for the six months ending June 30, 1956, amounted to an estimated \$1,569 million, an increase of \$276 million, or 21 per cent, over the revised estimate of \$1,293 million for the first six months of 1955.

Income tax liabilities for the second quarter of 1956 were estimated at \$383 million, an increase of \$43 million, or 13 per cent, over the revised estimate of \$340 million for the second quarter of 1955. Income taxes for the second quarter of 1956 were estimated at 43 per cent of profits as compared with 45 per cent estimated for the same period of the preceeding year. Income tax liabilities for the first six months of 1956 increased an estimated \$96 million, or 17 per cent, from a revised estimate of \$580 million for the first six months of 1955, to \$676 million for the six months ending June 30, 1956.

Corporation profits after taxes, as estimated for the second quarter of 1956, increased \$86 million or 21 per cent, from \$415 million, the revised estimate for the second quarter of 1955, to \$501 million.

In the Manufacturing sector overall profits before taxes for the second quarter of 1956 showed a gain of \$69 million, or 17 per cent, from the revised estimate of \$395 million for the second quarter of 1955 to an estimated \$464 million in the second quarter of 1956. The estimated profits of all industry groups within the sector, with the exception of the "Other Manufacturing" group, showed improvement. The most sizeable increases are to be found in the Iron and Steel group which increased \$34 million from \$88 million in the second quarter of 1955 to \$112 million in the second quarter of 1956, the Wood and Paper group which increased \$14 million from \$119 million to \$133 million and the Petroleum and Coal group which increased \$8 million from \$27 million to \$35 million. Electrical

Apparatus and Supplies increased an estimated \$5 million from \$14 million in the second quarter of 1955 to \$19 million in the second quarter of 1956, Non-Metallic Mineral Products increased \$4 million from \$25 million to \$29 million, Rubber Products increased \$4 million from \$6 million to \$10 million, Foods and Beverages increased \$3 million from \$51 million to \$54 million, Chemical Products increased \$3 million from \$27 million to \$30 million, Textile Products increased \$3 million from \$10 million to \$13 million and Non-Ferrous Metal Products increased \$2 million from \$12 million to \$14 million. Other Manufacturing Industries was the only group within the Manufacturing sector showing a decrease from the second quarter of 1955 to the second quarter of 1956. This group showed a drop of \$1 million from \$16 million to \$15 million.

The Non-Manufacturing sector showed an overall increase in profits before taxes of \$60 million, or 17 per cent, from a revised estimate of \$360 million in the second quarter of 1955 to \$420 million in the second quarter of 1956. The most sizeable increases occurred in the Mining, Quarrying and Oil Wells group which increased \$16 million from \$75 million to \$91 million, the Wholesale Trade group which increased \$16 million from \$51 million to \$67 million and the Transportation, Storage and Communication group which also increased \$16 million from \$47 million to \$63 million. The "Other Non-Manufacturing" group increased an estimated \$9 million from \$35 million in the second quarter of 1955 to \$44 million in the second quarter of 1956, the Retail Trade group increased \$5 million from \$51 million to \$56 million, the Public Utilities group increased \$3 million from \$14 million to \$17 million and the Service group increased \$2 million from \$13 million to \$15 million. In this sector also only one group showed a decline in profits before taxes from the second quarter of 1955 to the second quarter of 1956, namely the Finance, Insurance and Real Estate group which decreased an estimated \$7 million from \$74 million to \$67 million.

NOTE

The data contained in this report have been revised to take into account the latest available information for previous periods and, therefore, replaces the estimates in earlier issues for the years 1953 to date. All data from 1953 to the first quarter of 1956 inclusive have been re-worked to include more up to date information. The estimates for 1952 have not been revised but are included for convenience.

The aggregate net earnings for all groups remains practically unchanged except in 1954 when it was increased by 3.3 per cent. However, in some industry groups sizeable revisions have been made in the estimates. In 1953, while the total of profits for the year remains virtually unchanged the annual totals for a number of groups have been adjusted considerably. These adjustments were necessary primarily as a result of a change made in the classification used by the Taxation Division, Department of National Revenue, in their publication "Taxation Statistics" to the Standard Industrial Classification but also includes changes made to take into account more up-to-date basic data. The aggregate figures published in "Taxation Statistics" serve as the base upon which the results of the quarterly corporation profits survey are projected. This change in classification, therefore, affects all projections from 1954 onward.

In 1954, other revisions were also necessary. These, in the main, resulted from changes in the taxation regulations concerning capital cost allowances. It would appear, from published annual reports, that in a considerable number of instances the amounts of capital cost allowance claimed for taxation purposes was substantially in excess of the amounts reported in the quarterly corporation profits survey, with the result that previous estimates of depreciation had to be adjusted upwards and profits before taxes decreased. In the Finance, Insurance and Real Estate group sizeable revisions in both the level and the quarterly distribution of the estimates were made as a result of later information received from chartered banks and a change in the treatment of certain "foreign dividends received" to conform more closely with the aggregate data published in "Taxation Statistics".

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1952-1956

No.		1952					1953				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Mining, Quarrying and Oil Wells	75	65	55	49	244	52	54	47	43	196
	Manufacturing:										
2	Foods and Beverages	23	57	49	48	177	36	50	61	51	198
3	Rubber Products	4	4	7	6	21	5	7	6	5	23
4	Textile Products	7	7	11	12	37	14	7	7	3	31
5	Wood and Paper Products	85	76	72	87	320	76	99	89	89	353
6	Iron and Steel Products	89	122	98	93	402	96	113	80	58	347
7	Non-Ferrous Metal Products	17	17	15	17	66	12	16	15	12	55
8	Electrical Apparatus and Supplies	15	20	15	25	75	24	26	17	18	85
9	Non-Metallic Mineral Products	8	21	22	11	62	11	21	19	10	61
10	Products of Petroleum and Coal	22	26	31	23	102	22	22	38	29	111
11	Chemical Products	22	24	25	24	95	22	24	21	14	81
12	Other Manufacturing Industries ¹	12	13	15	13	53	13	12	13	12	50
13	Total	304	387	360	359	1,410	331	397	366	301	1,395
14	Transportation, Storage and Communication	38	54	70	42	204	36	52	58	40	186
15	Public Utility Operation	16	12	11	13	52	17	14	10	13	54
16	Wholesale Trade	43	68	69	56	236	34	58	55	37	184
17	Retail Trade	28	56	49	51	184	30	53	38	35	156
18	Finance, Insurance and Real Estate	58	58	50	46	212	71	63	48	55	237
19	Service	13	16	15	11	55	15	15	16	12	58
20	Other Non-Manufacturing ²	6	15	31	21	73	17	33	39	15	104
21	Total All Industries	581	731	710	648	2,670	603	739	677	551	2,570

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1952-1956

No.		1952					1953				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Mining, Quarrying and Oil Wells	44	39	33	29	145	32	33	27	26	118
	Manufacturing:										
2	Foods and Beverages	11	26	22	22	81	18	25	31	25	99
3	Rubber Products	2	2	4	3	11	3	4	3	3	13
4	Textile Products	2	3	4	4	13	7	4	4	2	17
5	Wood and Paper Products	41	36	34	41	152	39	50	48	45	182
6	Iron and Steel Products	41	56	45	43	185	49	57	40	30	176
7	Non-Ferrous Metal Products	8	8	7	7	30	6	8	8	6	28
8	Electrical Apparatus and Supplies	7	10	7	12	36	12	13	9	9	43
9	Non-Metallic Mineral Products	4	10	10	5	29	6	10	10	5	31
10	Products of Petroleum and Coal	11	12	15	11	49	11	11	19	15	56
11	Chemical Products	11	11	12	12	46	12	12	12	8	44
12	Other Manufacturing Industries ¹	5	6	6	6	23	7	6	6	6	25
13	Total	143	180	166	166	655	170	200	190	154	714
14	Transportation, Storage and Communication	19	27	34	21	101	18	27	30	21	96
15	Public Utility Operation	8	6	5	6	25	8	8	5	7	28
16	Wholesale Trade	20	32	33	27	112	17	30	28	19	94
17	Retail Trade	14	28	25	26	93	16	29	20	19	84
18	Finance, Insurance and Real Estate	28	28	24	22	102	40	35	28	30	133
19	Service	6	8	7	6	27	8	8	9	7	32
20	Other Non-Manufacturing ²	3	7	13	9	32	9	18	21	8	56
21	Total All Industries	285	355	340	312	1,292	318	388	358	291	1,355

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1952-1956

1954					1955					1956		6 mos. 1956	6 mos. 1955	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
37	51	59	61	208	67	75	87	96	325	95	91	186	142	1
36	48	56	52	192	32	51	64	57	204	35	54	89	83	2
4	4	4	4	16	5	6	8	7	26	5	10	15	11	3
6	6	5	6	23	10	10	10	13	43	15	12	28	20	4
71	98	95	98	362	87	119	118	118	442	104	133	237	206	5
68	75	42	34	219	48	88	78	75	289	79	112	191	136	6
7	11	9	3	30	7	12	14	12	45	11	14	25	19	7
16	14	14	15	59	15	14	21	25	75	17	19	36	29	8
7	18	21	10	56	10	25	29	18	82	13	29	42	35	9
29	27	32	27	115	31	27	40	42	140	40	35	75	58	10
16	21	20	17	74	20	27	26	20	93	23	30	53	47	11
11	14	13	12	50	14	16	15	14	59	14	15	29	30	12
271	336	311	278	1,196	279	395	423	401	1,498	356	464	820	674	13
24	32	42	39	137	28	47	59	50	184	35	63	98	75	14
14	13	10	13	50	18	14	10	13	55	21	17	38	32	15
28	42	45	41	156	31	51	59	54	195	46	67	113	82	16
24	42	37	46	149	24	51	51	62	188	27	56	83	75	17
92	79	69	61	301	64	74	64	55	257	66	67	133	138	18
14	15	13	9	51	9	13	15	11	48	11	15	26	22	19
15	31	39	17	102	18	35	46	23	122	28	44	72	53	20
519	641	625	565	2,350	538	755	814	765	2,872	685	884	1,569	1,293	21

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1952-1956

1954					1955					1956		6 mos. 1956	6 mos. 1955	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
21	31	37	38	127	44	48	57	63	212	62	59	121	92	1
18	24	28	26	96	16	28	33	30	107	19	29	48	44	2
2	2	2	2	8	3	3	4	4	14	3	6	9	6	3
3	3	3	3	12	7	7	7	9	30	9	8	17	14	4
36	51	50	51	188	46	64	65	65	240	58	75	133	110	5
34	38	21	17	110	26	47	42	43	158	44	62	106	73	6
4	5	5	2	16	4	6	8	7	25	6	8	14	10	7
8	7	7	8	30	8	7	12	13	40	9	10	19	15	8
3	9	11	5	28	5	13	15	10	43	7	16	23	18	9
14	14	16	13	57	17	15	21	23	76	22	19	41	32	10
8	12	11	9	40	11	15	14	11	51	14	18	32	26	11
6	7	7	6	26	8	9	8	8	33	8	9	17	17	12
136	172	161	142	611	151	214	229	223	817	199	260	459	365	13
12	17	23	20	72	14	26	33	28	101	20	37	57	40	14
7	7	5	7	26	10	8	5	7	30	12	10	22	18	15
14	21	23	19	77	16	27	31	28	102	26	36	62	43	16
11	20	19	22	72	13	26	27	34	100	14	29	43	39	17
50	44	39	35	168	35	39	35	31	140	37	37	74	74	18
8	8	6	5	27	5	7	8	6	26	6	8	14	12	19
8	17	22	9	56	10	20	26	12	68	16	25	41	30	20
267	337	335	297	1,236	298	415	451	432	1,596	392	501	893	713	21

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1952-1956

No.	1952					1953				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
1	781	954	935	905	3,575	834	997	934	848	3,613
2	200	223	225	257	905	231	258	257	297	1,043
3	581	731	710	648	2,670	603	739	677	551	2,570
4	296	376	370	336	1,378	285	351	319	260	1,215
5	285	355	340	312	1,292	318	388	358	291	1,355

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1952-1956

Mining, Quarrying and Oil Wells										
No.	1952					1953				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
1	336	324	312	331	1,303	306	316	312	308	1,242
2	91	82	72	66	311	72	72	68	68	280
3	16	17	17	17	67	20	18	21	25	84
4	75	65	55	49	244	52	54	47	43	196
5	31	26	22	20	99	20	21	20	17	78
6	44	39	33	29	145	32	33	27	26	118
7	1	1	2	2	6	2	2	2	2	8
	Foods and Beverages									
No.	1952					1953				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
8	696	809	807	839	3,151	699	786	809	820	3,114
9	34	69	61	61	225	48	63	75	68	254
10	11	12	12	13	48	12	13	14	17	56
11	23	57	49	48	177	36	50	61	51	198
12	12	31	27	26	96	18	25	30	26	99
13	11	26	22	22	81	18	25	31	25	99
	Rubber Products									
No.	1952					1953				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
14	66	72	81	70	289	37	91	85	75	288
15	5	6	9	7	27	7	9	9	7	32
16	1	2	2	1	6	2	2	3	2	9
17	4	4	7	6	21	5	7	6	5	23
18	2	2	3	3	10	2	3	3	2	10
19	2	2	4	3	11	3	4	3	3	13

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1952-1956

1954					1955					1956		6 mos. 1956	6 mos. 1955	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
795	949	936	908	3,588	832	1,081	1,161	1,131	4,205	1,009	1,245	2,254	1,913	1
276	308	311	343	1,238	294	326	347	366	1,333	324	361	685	620	2
519	641	625	565	2,350	538	755	814	765	2,872	685	884	1,569	1,293	3
252	304	290	268	1,114	240	340	363	333	1,276	293	383	676	580	4
267	337	335	297	1,236	298	415	451	432	1,596	392	501	893	713	5

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1952-1956

Mining, Quarrying and Oil Wells														No.
1954					1955					1956		6 mos. 1956	6 mos. 1955	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
330	345	388	437	1,500	414	423	482	545	1,864	469	480	949	837	1
65	81	92	98	336	98	108	126	136	468	129	129	258	206	2
28	30	33	37	128	31	33	39	40	143	34	38	72	64	3
37	51	59	61	208	67	75	87	96	325	95	91	186	142	4
16	20	22	23	81	23	27	30	33	113	33	32	65	50	5
21	31	37	38	127	44	48	57	63	212	62	59	121	92	6
3	3	3	3	12	3	4	4	6	17	6	7	13	7	7
Foods and Beverages														
1954					1955					1956		6 mos. 1956	6 mos. 1955	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
749	817	829	845	3,240	739	840	879	884	3,342	775	882	1,657	1,579	8
50	63	71	68	252	47	67	80	74	268	51	71	122	114	9
14	15	15	16	60	15	16	16	17	64	16	17	33	31	10
36	48	56	52	192	32	51	64	57	204	35	54	89	83	11
18	24	28	26	96	16	23	31	27	97	16	25	41	39	12
18	24	28	26	96	16	28	33	30	107	19	29	48	44	13
Rubber Products														
1954					1955					1956		6 mos. 1956	6 mos. 1955	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
65	72	69	72	278	78	85	89	91	343	81	102	183	163	14
6	7	7	6	26	7	9	11	10	37	8	14	22	16	15
2	3	3	2	10	2	3	3	3	11	3	4	7	5	16
4	4	4	4	16	5	6	8	7	26	5	10	15	11	17
2	2	2	2	8	2	3	4	3	12	2	4	6	5	18
2	2	2	2	8	3	3	4	4	14	3	6	9	6	19

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1952-1956 - Continued

No.		Textile Products									
		1952					1953				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Sales	334	333	315	348	1,330	338	315	301	309	1,263
2	Net Earnings	15	14	18	19	66	21	14	14	11	60
3	Less: Depreciation	8	7	7	7	29	7	7	7	8	29
4	Profits Before Taxes	7	7	11	12	37	14	7	7	3	31
5	Less: Income Tax Liabilities	5	4	7	8	24	7	3	3	1	14
6	Profits After Taxes	2	3	4	4	13	7	4	4	2	17
		Wood and Paper Products									
		1952					1953				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
7	Sales	708	705	709	751	2,873	701	769	807	780	3,057
8	Net Earnings	110	101	100	116	427	105	129	120	121	475
9	Less: Depreciation	25	25	28	29	107	29	30	31	32	122
10	Profits Before Taxes	85	76	72	87	320	76	99	89	89	353
11	Less: Income Tax Liabilities	44	40	38	46	168	37	49	41	44	171
12	Profits After Taxes	41	36	34	41	152	39	50	48	45	182
13	Depletion Charged	2	2	2	2	8	2	3	2	2	9
		Iron and Steel Products									
		1952					1953				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
14	Sales	970	1,173	1,103	1,191	4,437	1,056	1,283	1,008	1,046	4,393
15	Net Earnings	112	147	122	126	507	122	152	109	92	475
16	Less: Depreciation	23	25	24	33	105	26	39	29	34	128
17	Profits Before Taxes	89	122	98	93	402	96	113	80	58	347
18	Less: Income Tax Liabilities	48	66	53	50	217	47	56	40	28	171
19	Profits After Taxes	41	56	45	43	185	49	57	40	30	176
		Non-Ferrous Metal Products									
		1952					1953				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
20	Sales	147	143	147	173	610	151	163	164	164	642
21	Net Earnings	25	25	25	28	103	24	28	27	25	104
22	Less: Depreciation	8	8	10	11	37	12	12	12	13	49
23	Profits Before Taxes	17	17	15	17	66	12	16	15	12	55
24	Less: Income Tax Liabilities	9	9	8	10	36	6	8	7	6	27
25	Profits After Taxes	8	8	7	7	30	6	8	8	6	28

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1952-1956 - Continued

Textile Products															No.
1954					1955					1956		6 mos. 1956	6 mos. 1955		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
322	331	331	356	1,340	354	366	357	424	1,501	400	387	787	720	1	
13	13	12	14	52	17	17	17	21	72	23	20	43	34	2	
7	7	7	8	29	7	7	7	8	29	8	7	15	14	3	
6	6	5	6	23	10	10	10	13	43	15	13	28	20	4	
3	3	2	3	11	3	3	3	4	13	6	5	11	6	5	
3	3	3	3	12	7	7	7	9	30	9	8	17	14	6	
Wood and Paper Products															
1954					1955					1956		6 mos. 1956	6 mos. 1955		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
798	886	880	886	3,450	858	984	1,007	983	3,832	964	1,074	2,038	1,842	7	
103	130	128	132	493	121	153	153	154	581	142	171	313	274	8	
32	32	33	34	131	34	34	35	36	139	38	38	76	68	9	
71	98	95	98	362	87	119	118	118	442	104	133	237	206	10	
35	47	45	47	174	41	55	53	53	202	46	58	104	96	11	
36	51	50	51	188	46	64	65	65	240	58	75	133	110	12	
2	3	2	2	9	2	3	3	2	10	2	3	5	5	13	
Iron and Steel Products															
1954					1955					1956		6 mos. 1956	6 mos. 1955		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
1,043	1,141	1,077	1,089	4,350	923	1,260	1,261	1,358	4,802	1,136	1,452	2,588	2,183	14	
105	113	78	73	369	83	128	113	120	444	118	151	269	211	15	
37	38	36	39	150	35	40	35	45	155	39	39	78	75	16	
68	75	42	34	219	48	88	78	75	289	79	112	191	136	17	
34	37	21	17	109	22	41	36	32	131	35	50	85	63	18	
34	38	21	17	110	26	47	42	43	158	44	62	106	73	19	
Non-Ferrous Metal Products															
1954					1955					1956		6 mos. 1956	6 mos. 1955		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
137	148	146	159	590	162	188	186	201	737	192	211	403	350	20	
17	25	22	23	87	23	29	33	30	115	22	31	53	52	21	
10	14	13	20	57	16	17	19	18	70	11	17	28	33	22	
7	11	9	3	30	7	12	14	12	45	11	14	25	19	23	
3	6	4	1	14	3	6	6	5	20	5	6	11	9	24	
4	5	5	2	16	4	6	8	7	25	6	8	14	10	25	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1952-1956 - Continued

No.	Electrical Apparatus and Supplies									
	1952					1953				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
1	197	218	205	251	871	245	259	237	283	1,024
2	18	24	19	29	90	29	31	22	25	107
3	3	4	4	4	15	5	5	5	7	22
4	15	20	15	25	75	24	26	17	18	85
5	8	10	8	13	39	12	13	8	9	42
6	7	10	7	12	36	12	13	9	9	43
	Non-Metallic Mineral Products									
	1952					1953				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
7	78	101	109	109	397	96	123	134	119	472
8	12	25	26	22	85	15	25	23	20	83
9	4	4	4	11	23	4	4	4	10	22
10	8	21	22	11	62	11	21	19	10	61
11	4	11	12	6	33	5	11	9	5	30
12	4	10	10	5	29	6	10	10	5	31
	Products of Petroleum and Coal									
	1952					1953				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
13	249	280	300	288	1,117	274	306	347	346	1,273
14	30	35	41	33	139	35	37	54	46	172
15	8	9	10	10	37	14	14	16	17	61
16	22	26	31	23	102	22	22	38	29	111
17	11	14	16	12	53	11	11	19	14	55
18	11	12	15	11	49	11	11	19	15	56
	Chemical Products									
	1952					1953				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
19	228	244	234	246	952	250	264	249	260	1,023
20	28	33	33	33	127	32	33	30	23	118
21	6	9	8	9	32	10	9	9	9	37
22	22	24	25	24	95	22	24	21	14	81
23	11	13	13	12	49	10	12	9	6	37
24	11	11	12	12	46	12	12	12	8	44

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1952-1956 - Continued

Electrical Apparatus and Supplies														
1954					1955					1956		6 mos. 1956	6 mos. 1955	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
248	268	258	301	1,075	266	277	302	338	1,183	298	342	640	543	1
21	19	18	23	81	21	19	27	31	98	24	25	49	40	2
5	5	4	8	22	6	5	6	6	23	7	6	13	11	3
16	14	14	15	59	15	14	21	25	75	17	19	36	29	4
8	7	7	7	29	7	7	9	12	35	8	9	17	14	5
8	7	7	8	30	8	7	12	13	40	9	10	19	15	6
Non-Metallic Mineral Products														
1954					1955					1956		6 mos. 1956	6 mos. 1955	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
88	114	133	125	460	97	139	166	147	549	119	159	278	236	7
12	23	26	18	79	15	30	35	25	105	18	34	52	45	8
5	5	5	8	23	5	5	6	7	23	5	5	10	10	9
7	18	21	10	56	10	25	29	18	82	13	29	42	35	10
4	9	10	5	28	5	12	14	8	39	6	13	19	17	11
3	9	11	5	28	5	13	15	10	43	7	16	23	18	12
Products of Petroleum and Coal														
1954					1955					1956		6 mos. 1956	6 mos. 1955	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
379	330	412	414	1,585	398	414	474	477	1,763	478	492	970	812	13
44	47	51	51	193	47	49	61	66	223	58	59	117	96	14
15	20	19	24	78	16	22	21	24	83	18	24	42	38	15
29	27	32	27	115	31	27	40	42	140	40	35	75	58	16
15	13	16	14	58	14	12	19	19	64	18	16	34	26	17
14	14	16	13	57	17	15	21	23	76	22	19	41	32	18
Chemical Products														
1954					1955					1956		6 mos. 1956	6 mos. 1955	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
224	265	233	238	960	240	293	268	275	1,076	267	328	595	533	19
26	32	29	25	112	30	37	35	31	133	33	41	74	67	20
10	11	9	8	38	10	10	9	11	40	10	11	21	20	21
16	21	20	17	74	20	27	26	20	93	23	30	53	47	22
8	9	9	8	34	9	12	12	9	42	9	12	21	21	23
8	12	11	9	40	11	15	14	11	51	14	18	32	26	24

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1952-1956 - Continued

No.		Other Manufacturing Industries*									
		1952					1953				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Sales.....	161	170	170	177	678	168	170	166	163	667
2	Net Earnings.....	14	15	16	16	61	15	14	16	15	60
3	Less: Depreciation.....	2	2	1	3	8	2	2	3	3	10
4	Profits Before Taxes.....	12	13	15	13	53	13	12	13	12	50
5	Less: Income Tax Liabilities.....	7	7	9	7	30	6	6	7	6	25
6	Profits After Taxes.....	5	6	6	6	23	7	6	6	6	25
		Total - Manufacturing									
		1952					1953				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
7	Sales.....	3,834	4,248	4,180	4,443	16,705	4,015	4,529	4,307	4,365	17,216
8	Net Earnings.....	403	494	470	490	1,857	454	534	499	453	1,940
9	Less: Depreciation.....	99	107	110	131	447	123	137	133	152	545
10	Profits Before Taxes.....	304	387	360	359	1,410	331	397	366	301	1,395
11	Less: Income Tax Liabilities.....	161	207	194	193	755	161	197	176	147	681
12	Profits After Tax.....	143	180	166	166	655	170	200	190	154	714
		Transportation, Storage and Communication									
		1952					1953				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
13	Sales.....	443	501	525	515	1,984	451	531	547	519	2,048
14	Net Earnings.....	70	90	108	87	355	72	94	101	87	354
15	Less: Depreciation.....	32	36	38	45	151	36	42	43	47	168
16	Profits Before Taxes.....	38	54	70	42	204	36	52	58	40	186
17	Less: Income Tax Liabilities.....	19	27	36	21	103	18	25	28	19	90
18	Profits After Taxes.....	19	27	34	21	101	18	27	30	21	96
		Public Utility Operation									
		1952					1953				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
19	Sales.....	64	56	52	61	233	66	59	58	64	247
20	Net Earnings.....	23	18	17	21	79	25	22	18	22	87
21	Less: Depreciation.....	7	6	6	8	27	8	8	8	9	33
22	Profits Before Taxes.....	16	12	11	13	52	17	14	10	13	54
23	Less: Income Tax Liabilities.....	8	6	6	7	27	9	6	5	6	26
24	Profits After Taxes.....	8	6	5	6	25	8	8	5	7	28

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1952-1956 - Continued

Other Manufacturing Industries*															No.
1954					1955					1956		6 mos. 1956	6 mos. 1955		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
165	180	175	176	696	171	187	186	194	738	189	201	390	358	1	
14	17	15	14	60	17	19	17	16	69	17	19	36	36	2	
3	3	2	2	10	3	3	2	2	10	3	4	7	6	3	
11	14	13	12	50	14	16	15	14	59	14	15	29	30	4	
5	7	6	6	24	6	7	7	6	26	6	6	12	13	5	
6	7	7	6	26	8	9	8	8	33	8	9	17	17	6	
Total - Manufacturing															
1954					1955					1956		6 mos. 1956	6 mos. 1955		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
4,218	4,602	4,543	4,661	18,024	4,286	5,033	5,175	5,372	19,866	4,899	5,630	10,529	9,319	7	
411	489	457	447	1,804	428	557	582	578	2,145	514	636	1,150	985	8	
140	153	146	169	608	149	162	159	177	647	158	172	330	311	9	
271	336	311	278	1,196	279	395	423	401	1,498	356	464	820	674	10	
135	164	150	136	585	128	181	194	178	681	157	204	361	309	11	
136	172	161	142	611	151	214	229	223	817	199	260	459	365	12	
Transportation, Storage and Communication															
1954					1955					1956		6 mos. 1956	6 mos. 1955		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
440	499	498	511	1,948	466	564	571	571	2,172	521	643	1,164	1,030	13	
73	88	102	94	357	81	106	124	114	425	101	136	237	187	14	
49	56	60	55	220	53	59	65	64	241	66	73	139	112	15	
24	32	42	39	137	28	47	59	50	184	35	63	98	75	16	
12	15	19	19	65	14	21	26	22	83	15	26	41	35	17	
12	17	23	20	72	14	26	33	28	101	20	37	57	40	18	
Public Utility Operation															
1954					1955					1956		6 mos. 1956	6 mos. 1955		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
68	64	58	69	259	75	68	62	76	281	84	77	161	143	19	
24	23	20	24	91	28	24	20	24	96	32	28	60	52	20	
10	10	10	11	41	10	10	10	11	41	11	11	22	20	21	
14	13	10	13	50	18	14	10	13	55	21	17	38	32	22	
7	6	5	6	24	8	6	5	6	25	9	7	16	14	23	
7	7	5	7	26	10	8	5	7	30	12	10	22	18	24	

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1952-1956 - Continued

Wholesale Trade											
No.	1952					1953					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
(Millions of Dollars)											
1	Sales	1,511	1,844	1,789	1,798	6,942	1,704	2,023	1,833	1,793	7,353
2	Net Earnings	53	81	81	70	285	43	69	67	50	229
3	Less: Depreciation.....	10	13	12	14	49	9	11	12	13	45
4	Profits Before Taxes	43	68	69	56	236	34	58	55	37	184
5	Less: Income Tax Liabilities.....	23	36	36	29	124	17	28	27	18	90
6	Profits After Taxes.....	20	32	33	27	112	17	30	28	19	94
Retail Trade											
	1952					1953					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
(Millions of Dollars)											
7	Sales	1,317	1,593	1,517	1,634	6,061	1,301	1,595	1,446	1,476	5,818
8	Net Earnings	39	68	61	63	231	41	65	49	49	204
9	Less: Depreciation.....	11	12	12	12	47	11	12	11	14	48
10	Profits Before Taxes	28	56	49	51	184	30	53	38	35	156
11	Less: Income Tax Liabilities.....	14	28	24	25	91	14	24	18	16	72
12	Profits After Taxes.....	14	28	25	26	93	16	29	20	19	84
Finance, Insurance and Real Estate											
	1952					1953					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
(Millions of Dollars)											
13	Net Earnings	68	68	60	56	252	77	70	54	64	265
14	Less: Depreciation.....	10	10	10	10	40	6	7	6	9	28
15	Profits Before Taxes	58	58	50	46	212	71	63	48	55	237
16	Less: Income Tax Liabilities.....	30	30	26	24	110	31	28	20	25	104
17	Profits After Taxes.....	28	28	24	22	102	40	35	28	30	133
Service											
	1952					1953					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
(Millions of Dollars)											
18	Net Earnings	20	22	22	18	82	23	24	24	21	92
19	Less: Depreciation.....	7	6	7	7	27	8	9	8	9	34
20	Profits Before Taxes	13	16	15	11	55	15	15	16	12	58
21	Less: Income Tax Liabilities	7	8	8	5	28	7	7	7	5	26
22	Profits After Taxes.....	6	8	7	6	27	8	8	9	7	32

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1952-1956 - Continued

Wholesale Trade														No.
1954					1955					1956		6 mos. 1956	6 mos. 1955	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
1,670	1,947	1,927	1,996	7,540	1,714	2,084	2,196	2,319	8,313	1,995	2,421	4,416	3,798	1
39	54	56	55	204	43	64	73	69	249	59	81	140	107	2
11	12	11	14	48	12	13	14	15	54	13	14	27	25	3
28	42	45	41	156	31	51	59	54	195	46	67	113	82	4
14	21	22	22	79	15	24	28	26	93	20	31	51	39	5
14	21	23	19	77	16	27	31	28	102	26	36	62	43	6
Retail Trade														
1954					1955					1956		6 mos. 1956	6 mos. 1955	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
1,442	1,666	1,581	1,621	6,310	1,462	1,833	1,768	1,796	6,859	1,595	1,965	3,560	3,295	7
38	56	51	61	206	39	66	66	78	249	43	73	116	105	8
14	14	14	15	57	15	15	15	16	61	16	17	33	30	9
24	42	37	46	149	24	51	51	62	188	27	56	83	75	10
13	22	18	24	77	11	25	24	28	88	13	27	40	36	11
11	20	19	22	72	13	26	27	34	100	14	29	43	39	12
Finance, Insurance and Real Estate														
1954					1955					1956		6 mos. 1956	6 mos. 1955	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
99	88	77	71	335	71	84	73	66	294	74	77	151	155	13
7	9	8	10	34	7	10	9	11	37	8	10	18	17	14
32	79	69	61	301	64	74	64	55	257	66	67	133	138	15
42	35	30	26	133	29	35	29	24	117	29	30	59	64	16
50	44	39	35	168	35	39	35	31	140	37	37	74	74	17
Service														
1954					1955					1956		6 mos. 1956	6 mos. 1955	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q			
(Millions of Dollars)														
22	24	22	19	87	18	23	24	21	86	20	25	45	41	18
8	9	9	10	36	9	10	9	10	38	9	10	19	19	19
14	15	13	9	51	9	13	15	11	48	11	15	26	22	20
6	7	7	4	24	4	6	7	5	22	5	7	12	10	21
8	8	6	5	27	5	7	8	6	26	6	8	14	12	22

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1952-1956 - Concluded

		Other Non-Manufacturing*									
No.		1952					1953				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Net Earnings	14	31	44	34	123	27	47	54	34	162
2	Less: Depreciation	8	16	13	13	50	10	14	15	19	58
3	Profits Before Taxes	6	15	31	21	73	17	33	39	15	104
4	Less: Income Tax Liabilities	3	8	18	12	41	8	15	18	7	48
5	Profits After Taxes.....	3	7	13	9	32	9	18	21	8	56

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1952-1956 - Concluded

Other Non-Manufacturing*															No.
1954					1955					1956		6 mos. 1956	6 mos. 1955		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q				
(Millions of Dollars)															
24	46	59	39	168	26	49	73	45	193	37	60	97	75	1	
9	15	20	22	66	8	14	27	22	71	9	16	25	22	2	
15	31	39	17	102	18	35	46	23	122	28	44	72	53	3	
7	14	17	8	46	8	15	20	11	54	12	19	31	23	4	
8	17	22	9	56	10	20	26	12	68	16	25	41	30	5	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.	
Mining, Quarrying and Oil Wells.....	Metal Mining.....	100-119	
	Fuels.....	120-129	
	Non-Metal Mining.....	130-149	
	Quarrying, Clay and Sand Pits.....	150-169	
	Prospecting.....	170-199	
Manufacturing:			
Foods and Beverages.....	Foods and Beverages.....	200-229	
Rubber Products.....	Rubber Products.....	236-239	
Textile Products.....	Textile Products (except Clothing).....	250-269	
	Clothing (Textile and Fur).....	270-279	
	Wood and Paper Products.....	280-289	
Wood and Paper Products.....	Paper Products.....	290-299	
	Printing, Publishing and Allied Industries.....	300-309	
	Iron and Steel Products.....	Iron and Steel Products.....	310-329
		Transportation Equipment.....	330-339
	Non-Ferrous Metal Products.....	Non-Ferrous Metal Products.....	340-349
Electrical Apparatus and Supplies.....	Electrical Apparatus and Supplies.....	350-359	
Non-Metallic Mineral Products.....	Non-Metallic Mineral Products.....	360-369	
Products of Petroleum and Coal.....	Products of Petroleum and Coal.....	370-379	
Chemical Products.....	Chemical Products.....	380-389	
Other Manufacturing Industries.....	Miscellaneous Manufacturing Industries.....	390-399	
	Tobacco and Tobacco Products.....	230-235	
	Leather Products.....	240-249	
Transportation, Storage and Communication.....	Transportation.....	500-519	
	Storage.....	520-539	
	Communication.....	540-599	
Public Utility Operation ¹	Public Utility Operation ¹	600-699	
Wholesale Trade.....	Trade: Wholesale Trade.....	700-729	
Retail Trade.....	Trade: Retail Trade.....	730-799	
Finance, Insurance and Real Estate.....	Finance, Insurance and Real Estate.....	800-899	
Service.....	Community or Public Service.....	900-909	
	Recreation Service.....	920-929	
	Business Service.....	930-939	
	Personal Service.....	940-949	
Other Non-Manufacturing.....	Agriculture.....	000-079	
	Forestry.....	080-089	
	Fishing and Trapping.....	090-099	
	Construction.....	400-499	

1. Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CANADA



CORPORATION PROFITS
THIRD QUARTER, 1956

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CORPORATION PROFITS

THIRD QUARTER, 1956

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, depreciation, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the two groups for which depletion charges are significant—mining and wood and paper products—depletion charges are shown separately in the tables.

Depreciation charges as shown in the tables reflect the rates allowed by the Income Tax Act even though companies are permitted to charge depreciation on their own books at rates different from those used for income tax purposes. The totals published in "Taxation Statistics" form the base for the estimates in this report and the depreciation figures submitted in the survey are used only for interpolation and projection.

Income tax liabilities are calculated for each reporting company, each quarter to obtain totals of tax liabilities for each industrial group. An allowance is then made for profits which are covered by losses in other quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the wood and wood products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

CORPORATION PROFITS, THIRD QUARTER, 1956

Corporation profits before income taxes were estimated at \$889 million for the third quarter of 1956, an increase of \$75 million, or 9 per cent, over the revised estimate of \$814 million for the third quarter of 1955. Cumulative profits before taxes for the nine months ending September 30, 1956, amounted to an estimated \$2,458 million, an increase of \$351 million, or 17 per cent, over the revised estimate of \$2,107 million for the nine months of 1955.

Income tax liabilities for the third quarter of 1956 were estimated at \$383 million, an increase of \$20 million, or 6 per cent, over the revised estimate of \$363 million for the third quarter of 1955. Income taxes for the third quarter of 1956 were estimated at 43 per cent of profits as compared with 45 per cent estimated for the same period of the preceding year. Income tax liabilities for the nine months ending September 30, 1956, increased an estimated \$116 million, or 12 per cent, from a revised estimate of \$943 million for the first nine months of 1955, to \$1,059 million for the corresponding nine months of 1956.

Corporation profits after taxes, as estimated for the third quarter of 1956, increased \$55 million, or 12 per cent, from \$451 million, the revised estimate for the third quarter of 1955, to \$506 million.

In the Manufacturing sector overall profits before taxes for the third quarter of 1956 showed a gain of \$7 million, or 2 per cent, from the revised estimate of \$423 million for the third quarter of 1955 to an estimated \$430 million in the third quarter of 1956. The Iron and Steel group increased \$6 million from \$78

million in the third quarter of 1955 to \$84 million in the third quarter of 1956, the Petroleum and Coal group increased \$4 million from \$40 million to \$44 million, the Wood and Paper group increased \$3 million from \$118 million to \$121 million and the Non-Ferrous Metal group increased \$3 million from \$14 million to \$17 million. The Food and Beverages group and the Textile group showed no change from the third quarter of 1955 to the third quarter of 1956, while all other groups showed a decrease in profits for the third quarter of 1956 from the third quarter of 1955.

The Non-Manufacturing sector showed an overall increase in profits before taxes of \$68 million, or 17 per cent, from a revised estimate of \$391 million for the third quarter of 1955 to \$459 million in the third quarter of 1956. The most sizeable increases occurred in the Transportation, Storage and Communication group which increased \$17 million from \$59 million to \$76 million, the Mining, Quarrying and Oil Wells group which increased \$16 million from \$87 million to \$103 million, the Wholesale Trade group which increased \$13 million from \$59 million to \$72 million and the Finance, Insurance and Real Estate group which increased \$11 million from \$64 million to \$75 million. The Retail Trade group increased an estimated \$8 million from \$51 million to \$59 million, the Public Utility group increased \$2 million from \$10 million to \$12 million and the Service group increased \$2 million from \$15 million to \$17 million. In this sector only one group showed a decline in profits before taxes from the third quarter of 1955 to the third quarter of 1956, namely, the Other Non-Manufacturing group which decreased an estimated \$1 million from \$46 million to \$45 million.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1955-1956

	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Mining, Quarrying and Oil Wells	67	75	87	96	325	95	91	103	289	229
Manufacturing:										
Foods and Beverages	32	51	64	57	204	35	54	64	153	147
Rubber Products	5	6	8	7	26	5	10	7	22	19
Textile Products	10	10	10	13	43	15	13	10	38	30
Wood and Paper Products	87	119	118	118	442	104	133	121	358	324
Iron and Steel Products	48	88	78	75	289	79	112	84	275	214
Non-Ferrous Metal Products	7	12	14	12	45	11	14	17	42	33
Electrical Apparatus and Supplies	15	14	21	25	75	17	19	18	54	50
Non-Metallic Mineral Products	10	25	29	18	82	13	29	26	68	64
Products of Petroleum and Coal	31	27	40	42	140	40	35	44	119	98
Chemical Products	20	27	26	20	93	23	30	25	78	73
Other Manufacturing Industries ¹	14	16	15	14	59	14	15	14	43	45
Total	279	395	423	401	1,498	356	464	430	1,250	1,097
Transportation, Storage and Communication	28	47	59	50	184	35	63	76	174	134
Public Utility Operation	18	14	10	13	55	21	17	12	50	42
Wholesale Trade	31	51	59	54	195	46	67	72	185	141
Retail Trade	24	51	51	62	188	27	56	59	142	126
Finance, Insurance and Real Estate	64	74	64	55	257	66	67	75	208	202
Service	9	13	15	11	48	11	15	17	43	37
Other Non-Manufacturing ²	18	35	46	23	122	28	44	45	117	99
Total All Industries	538	755	814	765	2,872	685	884	889	2,458	2,107

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1955-1956

	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Mining, Quarrying and Oil Wells	44	48	57	63	212	62	59	67	188	149
Manufacturing:										
Foods and Beverages	16	28	33	30	107	19	29	34	82	77
Rubber Products	3	3	4	4	14	3	6	4	13	10
Textile Products	7	7	7	9	30	9	8	7	24	21
Wood and Paper Products	46	64	65	65	240	58	75	67	200	175
Iron and Steel Products	26	47	42	43	158	44	62	46	152	115
Non-Ferrous Metal Products	4	6	8	7	25	6	8	9	23	18
Electrical Apparatus and Supplies	8	7	12	13	40	9	10	10	29	27
Non-Metallic Mineral Products	5	13	15	10	43	7	16	14	37	33
Products of Petroleum and Coal	17	15	21	23	73	22	19	24	65	53
Chemical Products	11	15	14	11	51	14	18	14	46	40
Other Manufacturing Industries ¹	8	9	8	8	33	8	9	8	25	25
Total	151	214	229	223	817	199	260	237	696	594
Transportation, Storage and Communication	14	26	33	28	101	20	37	44	101	73
Public Utility Operation	10	8	5	7	30	12	10	7	29	23
Wholesale Trade	16	27	31	28	102	26	36	40	102	74
Retail Trade	13	26	27	34	100	14	29	32	75	66
Finance, Insurance and Real Estate	35	39	35	31	140	37	37	44	118	109
Service	5	7	8	6	26	6	8	9	23	20
Other Non-Manufacturing ²	10	20	26	12	68	16	25	26	67	56
Total All Industries	298	415	451	432	1,596	392	501	506	1,399	1,164

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1955-1956

	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	* Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Net Earnings	832	1,081	1,161	1,131	4,205	1,009	1,245	1,280	3,534	3,074
Less: Depreciation	294	326	347	366	1,333	324	361	391	1,076	967
Profits Before Taxes	538	755	814	765	2,872	685	884	889	2,458	2,107
Less: Income Tax Liabilities	240	340	363	333	1,276	293	383	383	1,059	943
Profits After Taxes	298	415	451	432	1,596	392	501	506	1,399	1,164

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1956

Mining, Quarrying and Oil Wells										
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	414	423	482	545	1,864	469	480	554	1,503	1,319
Net Earnings	98	108	126	136	468	129	129	146	404	332
Less: Depreciation	31	33	39	40	143	34	38	43	115	103
Profits Before Taxes	67	75	87	96	325	95	91	103	289	229
Less: Income Tax Liabilities	23	27	30	33	113	33	32	36	101	80
Profits After Taxes	44	48	57	63	212	62	59	67	188	149
Depletion Charged	3	4	4	6	17	6	7	6	19	11
Foods and Beverages										
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	739	840	879	884	3,342	775	882	937	2,594	2,458
Net Earnings	47	67	80	74	268	51	71	81	203	194
Less: Depreciation	15	16	16	17	64	16	17	17	50	47
Profits Before Taxes	32	51	64	57	204	35	54	64	153	147
Less: Income Tax Liabilities	16	23	31	27	97	16	25	30	71	70
Profits After Taxes	16	28	33	30	107	19	29	34	82	77
Rubber Products										
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	78	85	89	91	343	81	102	92	275	252
Net Earnings	7	9	11	10	37	8	14	11	33	27
Less: Depreciation	2	3	3	3	11	3	4	4	11	8
Profits Before Taxes	5	6	8	7	26	5	10	7	22	19
Less: Income Tax Liabilities	2	3	4	3	12	2	4	3	9	9
Profits After Taxes	3	3	4	4	14	3	6	4	13	10

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1956 - Continued

	Textile Products									
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	354	366	357	424	1,501	400	387	382	1,169	1,077
Net Earnings	17	17	17	21	72	23	20	18	61	51
Less: Depreciation	7	7	7	8	29	8	7	8	23	21
Profits Before Taxes	10	10	10	13	43	15	13	10	38	30
Less: Income Tax Liabilities	3	3	3	4	13	6	5	3	14	9
Profits After Taxes	7	7	7	9	30	9	8	7	24	21
	Wood and Paper Products									
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	858	984	1,007	983	3,832	964	1,074	1,068	3,106	2,849
Net Earnings	121	153	153	154	581	142	171	158	471	427
Less: Depreciation	34	34	35	36	139	38	38	37	113	103
Profits Before Taxes	87	119	118	118	442	104	133	121	358	324
Less: Income Tax Liabilities	41	55	53	53	202	46	58	54	158	149
Profits After Taxes	46	64	65	65	240	58	75	67	200	175
Depletion Charged	2	3	3	2	10	2	3	3	8	8
	Iron and Steel Products									
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	923	1,260	1,261	1,358	4,802	1,136	1,452	1,393	3,981	3,444
Net Earnings	83	128	113	120	444	118	151	125	394	324
Less: Depreciation	35	40	35	45	155	39	39	41	119	110
Profits Before Taxes	48	88	78	75	289	79	112	84	275	214
Less: Income Tax Liabilities	22	41	36	32	131	35	50	38	123	99
Profits After Taxes	26	47	42	43	158	44	62	46	152	115
	Non-Ferrous Metal Products									
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	162	188	186	201	737	192	211	209	612	536
Net Earnings	23	29	33	30	115	22	31	39	92	85
Less: Depreciation	16	17	19	18	70	11	17	22	50	52
Profits Before Taxes	7	12	14	12	45	11	14	17	42	33
Less: Income Tax Liabilities	3	6	6	5	20	5	6	8	19	15
Profits After Taxes	4	6	8	7	25	6	8	9	23	18

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1956 - Continued

	Electrical Apparatus and Supplies									
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	266	277	302	338	1,183	298	342	345	985	845
Net Earnings	21	19	27	31	98	24	25	25	74	67
Less: Depreciation	6	5	6	6	23	7	6	7	20	17
Profits Before Taxes	15	14	21	25	75	17	19	18	54	50
Less: Income Tax Liabilities	7	7	9	12	35	8	9	8	25	23
Profits After Taxes	8	7	12	13	40	9	10	10	29	27
	Non-Metallic Mineral Products									
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	97	139	166	147	549	119	159	175	453	402
Net Earnings	15	30	35	25	105	18	34	33	85	80
Less: Depreciation	5	5	6	7	23	5	5	7	17	16
Profits Before Taxes	10	25	29	18	82	13	29	26	68	64
Less: Income Tax Liabilities	5	12	14	8	39	6	13	12	31	31
Profits After Taxes	5	13	15	10	43	7	16	14	37	33
	Products of Petroleum and Coal									
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	398	414	474	477	1,763	478	492	535	1,505	1,286
Net Earnings	47	49	61	66	223	58	59	68	185	157
Less: Depreciation	16	22	21	24	83	18	24	24	66	59
Profits Before Taxes	31	27	40	42	140	40	35	44	119	98
Less: Income Tax Liabilities	14	12	19	19	64	18	16	20	54	45
Profits After Taxes	17	15	21	23	76	22	19	24	65	53
	Chemical Products									
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	(Millions of Dollars)									
Sales	240	293	268	275	1,076	267	328	285	880	801
Net Earnings	30	37	35	31	133	33	41	35	109	102
Less: Depreciation	10	10	9	11	40	10	11	10	31	29
Profits Before Taxes	20	27	26	20	93	23	30	25	78	73
Less: Income Tax Liabilities	9	12	12	9	42	9	12	11	32	33
Profits After Taxes	11	15	14	11	51	14	18	14	46	40

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1956 - Continued

	Other Manufacturing Industries*									
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Sales	171	187	186	194	738	189	201	200	590	544
Net Earnings	17	19	17	16	69	17	19	17	53	53
Less: Depreciation	3	3	2	2	10	3	4	3	10	8
Profits Before Taxes	14	16	15	14	59	14	15	14	43	45
Less: Income Tax Liabilities	6	7	7	6	26	6	6	6	18	20
Profits After Taxes	8	9	8	8	33	8	9	8	25	25
Total - Manufacturing										
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Sales	4,286	5,033	5,175	5,372	19,866	4,899	5,630	5,621	16,150	14,494
Net Earnings	428	557	582	578	2,145	514	636	610	1,760	1,567
Less: Depreciation	149	162	159	177	647	158	172	180	510	470
Profits Before Taxes	279	395	423	401	1,498	356	464	430	1,250	1,097
Less: Income Tax Liabilities	128	181	194	178	681	157	204	193	554	503
Profits After Taxes	151	214	229	223	817	199	260	237	696	594
Transportation, Storage and Communication										
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Sales	466	564	571	571	2,172	521	643	654	1,818	1,601
Net Earnings	81	106	124	114	425	101	136	154	391	311
Less: Depreciation	53	59	65	64	241	66	73	78	217	177
Profits Before Taxes	28	47	59	50	184	35	63	76	174	134
Less: Income Tax Liabilities	14	21	26	22	83	15	26	32	73	61
Profits After Taxes	14	26	33	28	101	20	37	44	101	73
Public Utility Operation										
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Sales	75	68	62	76	281	84	77	70	231	205
Net Earnings	28	24	20	24	96	32	28	23	83	72
Less: Depreciation	10	10	10	11	41	11	11	11	33	30
Profits Before Taxes	18	14	10	13	55	21	17	12	50	42
Less: Income Tax Liabilities	8	6	5	6	25	9	7	5	21	19
Profits After Taxes	10	8	5	7	30	12	10	7	29	23

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1956 - Continued

Wholesale Trade										
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Sales	1,714	2,084	2,196	2,319	8,313	1,995	2,421	2,463	6,879	5,994
Net Earnings	43	64	73	69	249	59	81	88	228	180
Less: Depreciation	12	13	14	15	54	13	14	16	43	39
Profits Before Taxes	31	51	59	54	195	46	67	72	185	141
Less: Income Tax Liabilities	15	24	28	26	93	20	31	32	83	67
Profits After Taxes	16	27	31	28	102	26	36	40	102	74

Retail Trade										
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Sales	1,462	1,833	1,768	1,796	6,859	1,595	1,965	1,899	5,459	5,063
Net Earnings	39	66	66	78	249	43	73	75	191	171
Less: Depreciation	15	15	15	16	61	16	17	16	49	45
Profits Before Taxes	24	51	51	62	188	27	56	59	142	126
Less: Income Tax Liabilities	11	25	24	28	88	13	27	27	67	60
Profits After Taxes	13	26	27	34	100	14	29	32	75	66

Finance, Insurance and Real Estate										
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Net Earnings	71	84	73	66	294	74	77	84	235	228
Less: Depreciation	7	10	9	11	37	8	10	9	27	26
Profits Before Taxes	64	74	64	55	257	66	67	75	208	202
Less: Income Tax Liabilities	29	35	29	24	117	29	30	31	90	93
Profits After Taxes	35	39	35	31	140	37	37	44	118	109

Service										
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Net Earnings	18	23	24	21	86	20	25	27	72	65
Less: Depreciation	9	10	9	10	38	9	10	10	29	28
Profits Before Taxes	9	13	15	11	48	11	15	17	43	37
Less: Income Tax Liabilities	4	6	7	5	22	5	7	8	20	17
Profits After Taxes	5	7	8	6	26	6	8	9	23	20

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1956 - Concluded

Other Non-Manufacturing*										
	1955					1956			9 mos. 1956	9 mos. 1955
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
(Millions of Dollars)										
Net Earnings	26	49	73	45	193	37	60	73	170	148
Less: Depreciation	8	14	27	22	71	9	16	28	53	49
Profits Before Taxes	18	35	46	23	122	28	44	45	117	99
Less: Income Tax Liabilities	8	15	20	11	54	12	19	19	50	43
Profits After Taxes	10	20	26	12	68	16	25	26	67	56

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells.....	Metal Mining.....	100-119
	Fuels.....	120-129
	Non-Metal Mining.....	130-149
	Quarrying, Clay and Sand Pits.....	150-169
	Prospecting.....	170-199
Manufacturing:		
Foods and Beverages.....	Foods and Beverages.....	200-229
Rubber Products.....	Rubber Products.....	236-239
Textile Products.....	Textile Products (except Clothing).....	250-269
	Clothing (Textile and Fur).....	270-279
Wood and Paper Products.....	Wood Products.....	280-289
	Paper Products.....	290-299
	Printing, Publishing and Allied Industries.....	300-309
Iron and Steel Products.....	Iron and Steel Products.....	310-329
	Transportation Equipment.....	330-339
Non-Ferrous Metal Products.....	Non-Ferrous Metal Products.....	340-349
Electrical Apparatus and Supplies.....	Electrical Apparatus and Supplies.....	350-359
Non-Metallic Mineral Products.....	Non-Metallic Mineral Products.....	360-369
Products of Petroleum and Coal.....	Products of Petroleum and Coal.....	370-379
Chemical Products.....	Chemical Products.....	380-389
Other manufacturing Industries.....	Miscellaneous Manufacturing Industries.....	390-399
	Tobacco and Tobacco Products.....	230-235
	Leather Products.....	240-249
Transportation, Storage and Communication.....	Transportation.....	500-519
	Storage.....	520-539
	Communication.....	540-599
Public Utility Operation ¹	Public Utility Operation ¹	600-699
Wholesale Trade.....	Trade: Wholesale Trade.....	700-729
Retail Trade.....	Trade: Retail Trade.....	730-799
Finance, Insurance and Real Estate.....	Finance, Insurance and Real Estate.....	800-899
Service.....	Community or Public Service.....	900-909
	Recreation Service.....	920-929
	Business Service.....	930-939
	Personal Service.....	940-949
Other Non-Manufacturing.....	Agriculture.....	000-079
	Forestry.....	080-089
	Fishing and Trapping.....	090-099
	Construction.....	400-499

1. Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CANADA

CORPORATION PROFITS
FOURTH QUARTER, 1956



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CORPORATION PROFITS

FOURTH QUARTER, 1956

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, depreciation, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the two groups for which depletion charges are significant—mining and wood and paper products—depletion charges are shown separately in the tables.

Depreciation charges as shown in the tables reflect the rates allowed by the Income Tax Act even though companies are permitted to charge depreciation on their own books at rates different from those used for income tax purposes. The totals published in "Taxation Statistics" form the base for the estimates in this report and the depreciation figures submitted in the survey are used only for interpolation and projection.

Income tax liabilities are calculated for each reporting company, each quarter to obtain totals of tax liabilities for each industrial group. An allowance is then made for profits which are covered by losses in other quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the wood and wood products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

CORPORATION PROFITS, FOURTH QUARTER, 1956

Profits before taxes of Canadian corporations were estimated at \$782 million for the fourth quarter of 1956, an increase of \$17 million or 2.2 per cent, over the fourth quarter, 1955, estimate of \$765 million. Cumulative profits before taxes for the twelve months ending December 31, 1956, amounted to an estimated \$3,240 million, an increase of \$368 million, or 12.8 per cent, over the \$2,872 million estimated for the twelve months of the previous year.

Income tax liabilities for the fourth quarter of 1956 were estimated at \$338 million, an increase of \$5 million, or 1.5 per cent, over the \$333 million estimated for the fourth quarter of 1955. Income tax liabilities for the twelve months ending December 31, 1956, increased an estimated \$121 million, or 9.5 per cent, from \$1,276 million in 1955 to \$1,397 million in 1956.

Corporation profits after taxes as estimated for the fourth quarter of 1956 increased \$12 million, or 2.8 per cent, from the \$432 million estimated for the fourth quarter of 1955 to \$444 million. Cumulative profits after taxes for the twelve months ending December 31, 1956, amounted to an estimated \$1,843 million, an increase of \$247 million, or 15.5 per cent, over the \$1,596 million estimated for the twelve months of 1955.

In the Manufacturing sector overall profits before taxes for the fourth quarter of 1956 showed a gain of \$4 million, or 1.0 per cent, from an estimated \$401 million for the fourth quarter of 1955 to an estimated \$405 million for the fourth quarter of 1956. The Iron and Steel group increased \$20 million from \$75 million in the fourth quarter of 1955 to \$95 million in the fourth quarter of 1956. The Foods and Beverages group increased \$7 million from \$57 million to \$64 million, the Petroleum and Coal group increased \$3 million from \$42 million to \$45 million, the Other Manufacturing, the Textile Products and the Rubber Products groups each increased \$2 million from \$14 million to \$16 million, from \$13 million to \$15 million and from \$7 million to \$9 million respectively. The Chemical group reflected no change, showing an estimated \$20 million for the fourth quarter of both years. The remaining four

groups in the Manufacturing sector showed a decrease in profits before taxes from the fourth quarter of 1955 to the fourth quarter of 1956.

The Non-Manufacturing sector showed an overall increase in profits before taxes of \$13 million, or 3.6 per cent, from the \$364 million estimated for the fourth quarter of 1955 to \$377 million as estimated for the fourth quarter of 1956. The Finance, Insurance and Real Estate group increased an estimated \$12 million from \$55 million in the fourth quarter of 1955 to \$67 million in the fourth quarter of 1956. The Wholesale Trade group increased \$9 million from \$54 million to \$63 million, the Retail Trade group increased \$8 million from \$62 million to \$70 million, the Transportation, Storage and Communication group increased \$4 million from \$50 million to \$54 million, the Other Non-Manufacturing group increased \$2 million from \$23 million to \$25 million and the Public Utility group increased \$1 million from \$13 million to \$14 million. The Service group showed no change in the fourth quarter of 1956 from the 1955 fourth quarter estimate of \$11 million. The only group in this sector showing a decline in profits before taxes was the Mining, Quarrying and Oil Wells group which declined an estimated \$23 million from \$96 million to \$73 million.

A comparison of the total of the four quarters of 1956 with the total of the four quarters of the preceding year indicates that an increase in profits before taxes was reflected in all industry groups except one. The most sizable increases occurred in the Iron and Steel group which rose an estimated \$81 million from \$289 million to \$370 million, the Wholesale Trade group which increased \$53 million from \$195 million to \$248 million, the Transportation, Storage and Communication group which increased \$44 million from \$184 million to \$228 million, the Mining, Quarrying and Oil Wells group which increased \$37 million from \$325 million to \$362 million, the Retail Trade group which increased \$24 million from \$188 million to \$212 million, the Petroleum and Coal group which increased \$24 million from \$140 million to \$164 million and the Other Non-Manufacturing group which increased \$20 million from \$122 million to \$142 million. The one group in which profits before taxes did not increase was the Other Manufacturing group which showed no change in 1956 from the \$59 million as estimated for the twelve months of 1955.

TABLE 1. Summary -- Quarterly Corporation Profits Before Taxes, by Industry, 1955-1956

	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Mining, Quarrying and Oil Wells	67	75	87	96	325	95	91	103	73	362
Manufacturing:										
Foods and Beverages	32	51	64	57	204	35	54	64	64	217
Rubber Products	5	6	8	7	26	5	10	7	9	31
Textile Products	10	10	10	13	43	15	13	10	15	53
Wood and Paper Products	87	119	118	118	442	104	133	121	94	452
Iron and Steel Products	48	88	78	75	289	79	112	84	95	370
Non-Ferrous Metal Products	7	12	14	12	45	11	14	17	7	49
Electrical Apparatus and Supplies	15	14	21	25	75	17	19	18	23	77
Non-Metallic Mineral Products	10	25	29	18	82	13	29	26	17	85
Products of Petroleum and Coal	31	27	40	42	140	40	35	44	45	164
Chemical Products	20	27	26	20	93	23	30	25	20	98
Other Manufacturing Industries ¹	14	16	15	14	59	14	15	14	16	59
Total	279	395	423	401	1,498	356	464	430	405	1,655
Transportation, Storage and Communication	28	47	59	50	184	35	63	76	54	228
Public Utility Operation	18	14	10	13	55	21	17	12	14	64
Wholesale Trade	31	51	59	54	195	46	67	72	63	248
Retail Trade	24	51	51	62	188	27	56	59	70	212
Finance, Insurance and Real Estate	64	74	64	55	257	66	67	75	67	275
Service	9	13	15	11	48	11	15	17	11	54
Other Non-Manufacturing ²	18	35	46	23	122	28	44	45	25	142
Total All Industries	538	755	814	765	2,872	685	884	889	782	3,240

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary -- Quarterly Corporation Profits After Taxes, by Industry, 1955-1956

	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Mining, Quarrying and Oil Wells	44	48	57	63	212	62	59	67	48	236
Manufacturing:										
Foods and Beverages	16	28	33	30	107	19	29	34	35	117
Rubber Products	3	3	4	4	14	3	6	4	5	18
Textile Products	7	7	7	9	30	9	8	7	10	34
Wood and Paper Products	46	64	65	65	240	58	75	67	51	251
Iron and Steel Products	26	47	42	43	158	44	62	46	51	203
Non-Ferrous Metal Products	4	6	8	7	25	6	8	9	4	27
Electrical Apparatus and Supplies	8	7	12	13	40	9	10	10	12	41
Non-Metallic Mineral Products	5	13	15	10	43	7	16	14	9	46
Products of Petroleum and Coal	17	15	21	23	76	22	19	24	33	98
Chemical Products	11	15	14	11	51	14	18	14	12	58
Other Manufacturing Industries ¹	8	9	8	8	33	8	9	8	9	34
Total	151	214	229	223	817	199	260	237	231	927
Transportation, Storage and Communication	14	26	33	28	101	20	37	44	30	131
Public Utility Operation	10	8	5	7	30	12	10	7	8	37
Wholesale Trade	16	27	31	28	102	26	36	40	34	136
Retail Trade	13	26	27	34	100	14	29	32	37	112
Finance, Insurance and Real Estate	35	39	35	31	140	37	37	44	37	155
Service	5	7	8	6	26	6	8	9	6	29
Other Non-Manufacturing ²	10	20	26	12	68	16	25	26	13	80
Total All Industries	298	415	451	432	1,596	392	501	506	444	1,843

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1955-1956

	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Net Earnings	832	1,081	1,161	1,131	4,205	1,009	1,245	1,280	1,195	4,729
Less: Depreciation	294	326	347	366	1,333	324	361	391	413	1,489
Profits Before Taxes	538	755	814	765	2,872	685	884	889	782	3,240
Less: Income Tax Liabilities	240	340	363	333	1,276	293	383	383	338	1,397
Profits After Taxes	298	415	451	432	1,596	392	501	506	444	1,843

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1956

Mining, Quarrying and Oil Wells										
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	414	423	482	545	1,864	469	480	554	559	2,062
Net Earnings	98	108	126	136	468	129	129	146	118	522
Less: Depreciation	31	33	39	40	143	34	38	43	45	160
Profits Before Taxes	67	75	87	96	325	95	91	103	73	362
Less: Income Tax Liabilities	23	27	30	33	113	33	32	36	25	126
Profits After Taxes	44	48	57	63	212	62	59	67	48	236
Depletion Charged	3	4	4	6	17	6	7	6	7	26
Foods and Beverages										
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	739	840	879	884	3,342	775	882	937	959	3,553
Net Earnings	47	67	80	74	268	51	71	81	82	285
Less: Depreciation	15	16	16	17	64	16	17	17	18	68
Profits Before Taxes	32	51	64	57	204	35	54	64	64	217
Less: Income Tax Liabilities	16	23	31	27	97	16	25	30	29	100
Profits After Taxes	16	28	33	30	107	19	29	34	35	117
Rubber Products										
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	78	85	89	91	343	81	102	92	101	376
Net Earnings	7	9	11	10	37	8	14	11	12	45
Less: Depreciation	2	3	3	3	11	3	4	4	3	14
Profits Before Taxes	5	6	8	7	26	5	10	7	9	31
Less: Income Tax Liabilities	2	3	4	3	12	2	4	3	4	13
Profits After Taxes	3	3	4	4	14	3	6	4	5	18

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1956 - Continued

	Textile Products									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	354	366	357	424	1,501	400	387	382	450	1,619
Net Earnings	17	17	17	21	72	23	20	18	24	85
Less: Depreciation	7	7	7	8	29	8	7	8	9	32
Profits Before Taxes	10	10	10	13	43	15	13	10	15	53
Less: Income Tax Liabilities	3	3	3	4	13	6	5	3	5	19
Profits After Taxes	7	7	7	9	30	9	8	7	10	34
	Wood and Paper Products									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	858	984	1,007	983	3,832	964	1,074	1,068	1,012	4,118
Net Earnings	121	153	153	154	581	142	171	158	133	604
Less: Depreciation	34	34	35	36	139	38	38	37	39	152
Profits Before Taxes	87	119	118	118	442	104	133	121	94	452
Less: Income Tax Liabilities	41	55	53	53	202	46	58	54	43	201
Profits After Taxes	46	64	65	65	240	58	75	67	51	251
Depletion Charged	2	3	3	2	10	2	3	3	2	10
	Iron and Steel Products									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	923	1,260	1,261	1,358	4,802	1,136	1,452	1,393	1,474	5,455
Net Earnings	83	128	113	120	444	118	151	125	148	542
Less: Depreciation	35	40	35	45	155	39	39	41	53	172
Profits Before Taxes	48	88	78	75	289	79	112	84	95	370
Less: Income Tax Liabilities	22	41	36	32	131	35	50	38	44	167
Profits After Taxes	26	47	42	43	158	44	62	46	51	203
	Non-Ferrous Metal Products									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	162	188	186	201	737	192	211	209	219	831
Net Earnings	23	29	33	30	115	22	31	39	32	124
Less: Depreciation	16	17	19	18	70	11	17	22	25	75
Profits Before Taxes	7	12	14	12	45	11	14	17	7	49
Less: Income Tax Liabilities	3	6	6	5	20	5	6	8	3	22
Profits After Taxes	4	6	8	7	25	6	8	9	4	27

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1956 - Continued

	Electrical Apparatus and Supplies									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	266	277	302	338	1,183	298	342	345	360	1,345
Net Earnings	21	19	27	31	98	24	25	25	29	103
Less: Depreciation	6	5	6	6	23	7	6	7	6	26
Profits Before Taxes	15	14	21	25	75	17	19	18	23	77
Less: Income Tax Liabilities	7	7	9	12	35	8	9	8	11	36
Profits After Taxes	8	7	12	13	40	9	10	10	12	41
	Non-Metallic Mineral Products									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	97	139	166	147	549	119	159	175	158	611
Net Earnings	15	30	35	25	105	18	34	33	24	109
Less: Depreciation	5	5	6	7	23	5	5	7	7	24
Profits Before Taxes	10	25	29	18	82	13	29	26	17	85
Less: Income Tax Liabilities	5	12	14	8	39	6	13	12	8	39
Profits After Taxes	5	13	15	10	43	7	16	14	9	46
	Products of Petroleum and Coal									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	398	414	474	477	1,763	478	492	535	559	2,064
Net Earnings	47	49	61	66	223	58	59	68	70	255
Less: Depreciation	16	22	21	24	83	18	24	24	25	91
Profits Before Taxes	31	27	40	42	140	40	35	44	45	164
Less: Income Tax Liabilities	14	12	19	19	64	18	16	20	12	66
Profits After Taxes	17	15	21	23	76	22	19	24	33	98
	Chemical Products									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	240	293	268	275	1,076	267	328	285	298	1,178
Net Earnings	30	37	35	31	133	33	41	35	30	139
Less: Depreciation	10	10	9	11	40	10	11	10	10	41
Profits Before Taxes	20	27	26	20	93	23	30	25	20	98
Less: Income Tax Liabilities	9	12	12	9	42	9	12	11	8	40
Profits After Taxes	11	15	14	11	51	14	18	14	12	58

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1956 - Continued

	Other Manufacturing Industries *									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	171	187	186	194	738	189	201	200	217	807
Net Earnings	17	19	17	16	69	17	19	17	18	71
Less: Depreciation	3	3	2	2	10	3	4	3	2	12
Profits Before Taxes	14	16	15	14	59	14	15	14	16	59
Less: Income Tax Liabilities	6	7	7	6	26	6	6	6	7	25
Profits After Taxes	8	9	8	8	33	8	9	8	9	34
	Total - Manufacturing									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	4,286	5,033	5,175	5,372	19,866	4,899	5,630	5,621	5,807	21,957
Net Earnings	428	557	582	578	2,145	514	636	610	602	2,362
Less: Depreciation	149	162	159	177	647	158	172	180	197	707
Profits Before Taxes	279	395	423	401	1,498	356	464	430	405	1,655
Less: Income Tax Liabilities	128	181	194	178	681	157	204	193	174	728
Profits After Taxes	151	214	229	223	817	199	260	237	231	927
	Transportation, Storage and Communication									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	466	564	571	571	2,172	521	643	654	642	2,460
Net Earnings	81	106	124	114	425	101	136	154	130	521
Less: Depreciation	53	59	65	64	241	66	73	78	76	293
Profits Before Taxes	28	47	59	50	184	35	63	76	54	228
Less: Income Tax Liabilities	14	21	26	22	83	15	26	32	24	97
Profits After Taxes	14	26	33	28	101	20	37	44	30	131
	Public Utility Operation									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	75	68	62	76	281	84	77	70	82	313
Net Earnings	28	24	20	24	96	32	28	23	25	108
Less: Depreciation	10	10	10	11	41	11	11	11	11	44
Profits Before Taxes	18	14	10	13	55	21	17	12	14	64
Less: Income Tax Liabilities	8	6	5	6	25	9	7	5	6	27
Profits After Taxes	10	8	5	7	30	12	10	7	8	37

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1956 - Continued

Wholesale Trade										
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Sales	1,714	2,084	2,196	2,319	8,313	1,995	2,421	2,463	2,555	9,434
Net Earnings	43	64	73	69	249	59	81	88	83	311
Less: Depreciation	12	13	14	15	54	13	14	16	20	63
Profits Before Taxes	31	51	59	54	195	46	67	72	63	248
Less: Income Tax Liabilities	15	24	28	26	93	20	31	32	29	112
Profits After Taxes	16	27	31	28	102	26	36	40	34	136
Retail Trade										
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Sales	1,462	1,833	1,768	1,796	6,859	1,595	1,965	1,899	1,979	7,438
Net Earnings	39	66	66	78	249	43	73	75	88	279
Less: Depreciation	15	15	15	16	61	16	17	16	18	67
Profits Before Taxes	24	51	51	62	188	27	56	59	70	212
Less: Income Tax Liabilities	11	25	24	28	88	13	27	27	33	100
Profits After Taxes	13	26	27	34	100	14	29	32	37	112
Finance, Insurance and Real Estate										
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Net Earnings	71	84	73	66	294	74	77	84	79	314
Less: Depreciation	7	10	9	11	37	8	10	9	12	39
Profits Before Taxes	64	74	64	55	257	66	67	75	67	275
Less: Income Tax Liabilities	29	35	29	24	117	29	30	31	30	120
Profits After Taxes	35	39	35	31	140	37	37	44	37	155
Service										
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Net Earnings	18	23	24	21	86	20	25	27	22	94
Less: Depreciation	9	10	9	10	38	9	10	10	11	40
Profits Before Taxes	9	13	15	11	48	11	15	17	11	54
Less: Income Tax Liabilities	4	6	7	5	22	5	7	8	5	25
Profits After Taxes	5	7	8	6	26	6	8	9	6	29

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1956 - Concluded

Other Non-Manufacturing*										
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Net Earnings	26	49	73	45	193	37	60	73	48	218
Less: Depreciation	8	14	27	22	71	9	16	28	23	76
Profits Before Taxes	18	35	46	23	122	28	44	45	25	142
Less: Income Tax Liabilities	8	15	20	11	54	12	19	19	12	62
Profits After Taxes	10	20	26	12	68	16	25	26	13	80

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells.....	Metal Mining.....	100-119
	Fuels.....	120-129
	Non-Metal Mining.....	130-149
	Quarrying, Clay and Sand Pits	150-169
	Prospecting	170-199
Manufacturing:		
Foods and Beverages.....	Foods and Beverages	200-229
Rubber Products	Rubber Products	235-239
Textile Products.....	Textile Products (except Clothing)	250-269
	Clothing (Textile and Fur).....	270-279
Wood and Paper Products	Wood Products	280-289
	Paper Products	290-299
	Printing, Publishing and Allied Industries	300-309
Iron and Steel Products	Iron and Steel Products	310-329
	Transportation Equipment	330-339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340-349
Electrical Apparatus and Supplies.....	Electrical Apparatus and Supplies	350-359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360-369
Products of Petroleum and Coal.....	Products of Petroleum and Coal	370-379
Chemical Products	Chemical Products	380-389
Other Manufacturing Industries.....	Miscellaneous Manufacturing Industries	390-399
	Tobacco and Tobacco Products	230-235
	Leather Products.....	240-249
Transportation, Storage and Communication.....	Transportation	500-519
	Storage	520-539
	Communication.....	540-599
Public Utility Operation ¹	Public Utility Operation ¹	600-699
Wholesale Trade	Trade: Wholesale Trade	700-729
Retail Trade	Trade: Retail Trade	730-799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800-899
Service	Community or Public Service.....	900-909
	Recreation Service	920-929
	Business Service.....	930-939
	Personal Service	940-949
Other Non-Manufacturing	Agriculture	000-079
	Forestry	080-089
	Fishing and Trapping	090-099
	Construction	400-499

1. Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CANADA



CORPORATION PROFITS

FIRST QUARTER, 1957

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CORPORATION PROFITS

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, depreciation, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the two groups for which depletion charges are significant—mining and wood and paper products—depletion charges are shown separately in the tables.

Depreciation charges as shown in the tables reflect the rates allowed by the Income Tax Act even though companies are permitted to charge depreciation on their own books at rates different from those used for income tax purposes. The totals published in "Taxation Statistics" form the base for the estimates in this report and the depreciation figures submitted in the survey are used only for interpolation and projection.

Income tax liabilities are calculated for each reporting company, each quarter to obtain totals of tax liabilities for each industrial group. An allowance is then made for profits which are covered by losses in other quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the wood and wood products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

CORPORATION PROFITS, FIRST QUARTER, 1957

Profits before taxes of Canadian corporations were estimated at \$659 million for the first quarter of 1957, a decrease of \$26 million or 3.8 per cent, from the first quarter 1956 estimate of \$685 million.

Income tax liabilities were estimated at \$286 million for the quarter as compared with \$293 million for the first quarter of 1956, a \$7 million, or 2.4 per cent, decrease.

Profits after taxes dropped an estimated \$19 million, or 4.8 per cent, from \$392 million for the first quarter of 1956 to \$373 million for the first quarter of 1957.

In the Manufacturing sector, over-all profits before taxes decreased an estimated \$10 million, or 2.8 per cent, from \$356 million in the first quarter of 1956 to \$346 million in the first quarter of 1957. However, this drop in profits was not reflected in all industry groups. The Iron and Steel group increased an estimated 25 per cent from \$79 million to \$99 million; the Petroleum and Coal group increased 23 per cent from \$40 million to \$49 million; the Other Manufacturing group increased 21 per cent from \$14 million to \$17 million; the Textile group increased 13 per cent from \$15 million to \$17 million and the Non-Ferrous Metal group increased 9 per cent from

\$11 million to \$12 million. The most sizeable decline in the sector occurred in the Wood and Paper group, which decreased an estimated 36 per cent from \$104 million to \$67 million. The Non-Metallic, the Chemical and the Rubber groups all showed a drop in profits before taxes, while the Foods and Beverages, and the Electrical Apparatus groups remained unchanged.

In the Non-Manufacturing sector, the estimates also show a decrease in profits before taxes of \$16 million, or 4.9 per cent, from \$329 million in 1956 to \$313 million in 1957. This decrease, however, was reflected in only two of the eight industry groups, Mining, Quarrying and Oil Wells, which dropped \$28 million, or 30 per cent, from \$95 million to \$67 million and the Other Non-Manufacturing group, which dropped 18 per cent from \$28 million to \$23 million. With the exception of Transportation, Storage and Communication, which remained unchanged, all other groups showed an increase in profits before taxes. The Finance Insurance and Real Estate group increased 17 per cent from \$66 million to \$77 million; the Service group increased 9 per cent from \$11 million to \$12 million; the Retail Trade group increased 7 per cent from \$27 million to \$29 million; the Public Utility group increased 5 per cent from \$21 million to \$22 million and the Wholesale Trade group increased 4 per cent from \$46 million to \$48 million.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1955-57

	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Mining, Quarrying and Oil Wells	67	75	87	96	325	95	91	103	73	362	67
Manufacturing:											
Foods and Beverages	32	51	64	57	204	35	54	64	64	217	35
Rubber Products	5	6	8	7	26	5	10	7	9	31	4
Textile Products	10	10	10	13	43	15	13	10	15	53	17
Wood and Paper Products	87	119	118	118	442	104	133	121	94	452	67
Iron and Steel Products	48	88	78	75	289	79	112	84	95	370	99
Non-Ferrous Metal Products	7	12	14	12	45	11	14	17	7	49	12
Electrical Apparatus and Supplies	15	14	21	25	75	17	19	18	23	77	17
Non-Metallic Mineral Products	10	25	29	18	82	13	29	26	17	85	9
Products of Petroleum and Coal	31	27	40	42	140	40	35	44	45	164	49
Chemical Products	20	27	26	20	93	23	30	25	20	98	20
Other Manufacturing Industries ¹	14	16	15	14	59	14	15	14	16	59	17
Total	279	395	423	401	1,498	356	464	430	405	1,655	346
Transportation, Storage and Communication	28	47	59	50	184	35	63	76	54	228	35
Public Utility Operation	18	14	10	13	55	21	17	12	14	64	22
Wholesale Trade	31	51	59	54	195	46	67	72	63	248	48
Retail Trade	24	51	51	62	188	27	56	59	70	212	29
Finance, Insurance and Real Estate	64	74	64	55	257	66	67	75	67	275	77
Service	9	13	15	11	48	11	15	17	11	54	12
Other Non-Manufacturing ²	18	35	46	23	122	28	44	45	25	142	23
Total All Industries	538	755	814	765	2,872	685	884	889	782	3,240	659

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1955-1957

	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Mining, Quarrying and Oil Wells	44	48	57	63	212	62	59	67	48	236	44
Manufacturing:											
Foods and Beverages	16	28	33	30	107	19	29	34	35	117	19
Rubber Products	3	3	4	4	14	3	6	4	5	18	2
Textile Products	7	7	7	9	30	9	8	7	10	34	11
Wood and Paper Products	46	64	65	65	240	58	75	67	51	251	35
Iron and Steel Products	26	47	42	43	158	44	62	46	51	203	53
Non-Ferrous Metal Products	4	6	8	7	25	6	8	9	4	27	6
Electrical Apparatus and Supplies	8	7	12	13	40	9	10	10	12	41	9
Non-Metallic Mineral Products	5	13	15	10	43	7	16	14	9	46	5
Products of Petroleum and Coal	17	15	21	23	76	22	19	24	33	98	28
Chemical Products	11	15	14	11	51	14	18	14	12	58	12
Other Manufacturing Industries ¹	8	9	8	8	33	8	9	8	9	34	9
Total	151	214	229	223	817	199	260	237	231	927	189
Transportation, Storage and Communication	14	26	33	28	101	20	37	44	30	131	19
Public Utility Operation	10	8	5	7	30	12	10	7	8	37	12
Wholesale Trade	16	27	31	28	102	26	36	40	34	136	26
Retail Trade	13	26	27	34	100	14	29	32	37	112	15
Finance, Insurance and Real Estate	35	39	35	31	140	37	37	44	37	155	48
Service	5	7	8	6	26	6	8	9	6	29	7
Other Non-Manufacturing ²	10	20	26	12	68	16	25	26	13	80	13
Total All Industries	298	415	451	432	1,596	392	501	506	444	1,843	373

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1955-1957

	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Net Earnings	832	1,081	1,161	1,131	4,205	1,009	1,245	1,280	1,195	4,729	1,019
Less: Depreciation	294	326	347	366	1,333	324	361	391	413	1,489	360
Profits Before Taxes	538	755	814	765	2,872	685	884	889	782	3,240	659
Less: Income Tax Liabilities	240	340	363	333	1,276	293	383	383	338	1,397	286
Profits After Taxes	298	415	451	432	1,596	392	501	506	444	1,843	373

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1957

Mining, Quarrying and Oil Wells											
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	414	423	482	545	1,864	469	480	554	559	2,062	441
Net Earnings	98	108	126	136	468	129	129	146	118	522	103
Less: Depreciation	31	33	39	40	143	34	38	43	45	160	36
Profits Before Taxes	67	75	87	96	325	95	91	103	73	362	67
Less: Income Tax Liabilities	23	27	30	33	113	33	32	36	25	126	23
Profits After Taxes	44	48	57	63	212	62	59	67	48	236	44
Depletion Charged	3	4	4	6	17	6	7	6	7	26	7
Foods and Beverages											
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	739	840	879	884	3,342	775	882	937	959	3,553	824
Net Earnings	47	67	80	74	268	51	71	81	82	285	52
Less: Depreciation	15	16	16	17	64	16	17	17	18	68	17
Profits Before Taxes	32	51	64	57	204	35	54	64	64	217	35
Less: Income Tax Liabilities	16	23	31	27	97	16	25	30	29	100	16
Profits After Taxes	16	28	33	30	107	19	29	34	35	117	19
Rubber Products											
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	78	85	89	91	343	81	102	92	101	376	86
Net Earnings	7	9	11	10	37	8	14	11	12	45	7
Less: Depreciation	2	3	3	3	11	3	4	4	3	14	3
Profits Before Taxes	5	6	8	7	26	5	10	7	9	31	4
Less: Income Tax Liabilities	2	3	4	3	12	2	4	3	4	13	2
Profits After Taxes	3	3	4	4	14	3	6	4	5	18	2

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1957 - Continued

	Textile Products										
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	354	366	357	424	1,501	400	387	382	450	1,619	406
Net Earnings	17	17	17	21	72	23	20	18	24	85	26
Less: Depreciation	7	7	7	8	29	8	7	8	9	32	9
Profits Before Taxes	10	10	10	13	43	15	13	10	15	53	17
Less: Income Tax Liabilities	3	3	3	4	13	6	5	3	5	19	6
Profits After Taxes	7	7	7	9	30	9	8	7	10	34	11
	Wood and Paper Products										
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	858	984	1,007	983	3,832	964	1,074	1,068	1,012	4,118	949
Net Earnings	121	153	153	154	581	142	171	158	133	604	107
Less: Depreciation	34	34	35	36	139	38	38	37	39	152	40
Profits Before Taxes	87	119	118	118	442	104	133	121	94	452	67
Less: Income Tax Liabilities	41	55	53	53	202	46	58	54	43	201	32
Profits After Taxes	46	64	65	65	240	58	75	67	51	251	35
Depletion Charged	2	3	3	2	10	2	3	3	2	10	3
	Iron and Steel Products										
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	923	1,260	1,261	1,358	4,802	1,136	1,452	1,393	1,474	5,455	1,308
Net Earnings	83	128	113	120	444	118	151	125	148	542	146
Less: Depreciation	35	40	35	45	155	39	39	41	53	172	47
Profits Before Taxes	48	88	78	75	289	79	112	84	95	370	99
Less: Income Tax Liabilities	22	41	36	32	131	35	50	38	44	167	46
Profits After Taxes	26	47	42	43	158	44	62	46	51	203	53
	Non-Ferrous Metal Products										
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	162	188	186	201	737	192	211	209	219	831	200
Net Earnings	28	29	33	30	115	22	31	39	32	124	30
Less: Depreciation	16	17	19	18	70	11	17	22	25	75	18
Profits Before Taxes	7	12	14	12	45	11	14	17	7	49	12
Less: Income Tax Liabilities	3	6	6	5	20	5	6	8	3	22	6
Profits After Taxes	4	6	8	7	25	6	8	9	4	27	6

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1957 - Continued

	Electrical Apparatus and Supplies										
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	266	277	302	338	1,183	298	342	345	360	1,345	318
Net Earnings	21	19	27	31	98	24	25	25	29	103	25
Less: Depreciation	6	5	6	6	23	7	6	7	6	26	8
Profits Before Taxes	15	14	21	25	75	17	19	18	23	77	17
Less: Income Tax Liabilities	7	7	9	12	35	8	9	8	11	36	8
Profits After Taxes	8	7	12	13	40	9	10	10	12	41	9
	Non-Metallic Mineral Products										
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	97	139	166	147	549	119	159	175	158	611	113
Net Earnings	15	30	35	25	105	18	34	33	24	109	14
Less: Depreciation	5	5	6	7	23	5	5	7	7	24	5
Profits Before Taxes	10	25	29	18	82	13	29	26	17	85	9
Less: Income Tax Liabilities	5	12	14	8	39	6	13	12	8	39	4
Profits After Taxes	5	13	15	10	43	7	16	14	9	46	5
	Products of Petroleum and Coal										
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	398	414	474	477	1,763	478	492	535	559	2,064	545
Net Earnings	47	49	61	66	223	58	59	68	70	255	70
Less: Depreciation	16	22	21	24	83	18	24	24	25	91	21
Profits Before Taxes	31	27	40	42	140	40	35	44	45	164	49
Less: Income Tax Liabilities	14	12	19	19	64	18	16	20	12	66	21
Profits After Taxes	17	15	21	23	76	22	19	24	33	98	28
	Chemical Products										
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	240	293	268	275	1,076	267	328	285	298	1,178	286
Net Earnings	30	37	35	31	133	33	41	35	30	139	31
Less: Depreciation	10	10	9	11	40	10	11	10	10	41	11
Profits Before Taxes	20	27	26	20	93	23	30	25	20	98	20
Less: Income Tax Liabilities	9	12	12	9	42	9	12	11	8	40	8
Profits After Taxes	11	15	14	11	51	14	18	14	12	58	12

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1957 - Continued

	Other Manufacturing Industries*										
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	171	187	186	194	738	189	201	200	217	807	204
Net Earnings	17	19	17	16	69	17	19	17	18	71	20
Less: Depreciation	3	3	2	2	10	3	4	3	2	12	3
Profits Before Taxes	14	16	15	14	59	14	15	14	16	59	17
Less: Income Tax Liabilities	6	7	7	6	26	6	6	6	7	25	8
Profits After Taxes	8	9	8	8	33	8	9	8	9	34	9
	Total - Manufacturing										
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	4,286	5,033	5,175	5,372	19,866	4,899	5,630	5,621	5,807	21,957	5,239
Net Earnings	428	557	582	578	2,145	514	636	610	602	2,362	528
Less: Depreciation	149	162	159	177	647	158	172	180	197	707	182
Profits Before Taxes	279	395	423	401	1,498	356	464	430	405	1,655	346
Less: Income Tax Liabilities	128	181	194	178	681	157	204	193	174	728	157
Profits After Taxes	151	214	229	223	817	199	260	237	231	927	189
	Transportation, Storage and Communication										
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	486	564	571	571	2,172	521	643	654	642	2,460	539
Net Earnings	81	106	124	114	425	101	136	154	130	521	107
Less: Depreciation	53	59	65	64	241	66	73	78	76	293	72
Profits Before Taxes	28	47	59	50	184	35	63	76	54	228	35
Less: Income Tax Liabilities	14	21	26	22	83	15	26	32	24	97	16
Profits After Taxes	14	26	33	28	101	20	37	44	30	131	19
	Public Utility Operation										
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	75	68	62	76	281	84	77	70	82	313	95
Net Earnings	28	24	20	24	96	32	28	23	25	108	34
Less: Depreciation	10	10	10	11	41	11	11	11	11	44	12
Profits Before Taxes	18	14	10	13	55	21	17	12	14	64	22
Less: Income Tax Liabilities	8	6	5	6	25	9	7	5	6	27	10
Profits After Taxes	10	8	5	7	30	12	10	7	8	37	12

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1957 - Continued

Wholesale Trade											
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Sales	1,714	2,084	2,196	2,319	8,313	1,995	2,421	2,463	2,555	9,434	2,135
Net Earnings	43	64	73	69	249	59	81	88	83	311	63
Less: Depreciation	12	13	14	15	54	13	14	16	20	63	15
Profits Before Taxes	31	51	59	54	195	46	67	72	63	248	48
Less: Income Tax Liabilities	15	24	28	26	93	20	31	32	29	112	22
Profits After Taxes	16	27	31	28	102	26	36	40	34	136	26

Retail Trade											
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Sales	1,462	1,833	1,768	1,796	6,859	1,595	1,965	1,899	1,979	7,438	1,727
Net Earnings	39	66	66	78	249	43	73	75	88	279	46
Less: Depreciation	15	15	15	16	61	16	17	16	18	67	17
Profits Before Taxes	24	51	51	62	188	27	56	59	70	212	29
Less: Income Tax Liabilities	11	25	24	28	88	13	27	27	33	100	14
Profits After Taxes	13	26	27	34	100	14	29	32	37	112	15

Finance, Insurance and Real Estate											
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Net Earnings	71	84	73	66	294	74	77	84	79	314	85
Less: Depreciation	7	10	9	11	37	8	10	9	12	39	8
Profits Before Taxes	64	74	64	55	257	66	67	75	67	275	77
Less: Income Tax Liabilities	29	35	29	24	117	29	30	31	30	120	29
Profits After Taxes	35	39	35	31	140	37	37	44	37	155	48

Service											
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Net Earnings	18	23	24	21	86	20	25	27	22	94	21
Less: Depreciation	9	10	9	10	38	9	10	10	11	40	9
Profits Before Taxes	9	13	15	11	48	11	15	17	11	54	12
Less: Income Tax Liabilities	4	6	7	5	22	5	7	8	5	25	5
Profits After Taxes	5	7	8	6	26	6	8	9	6	29	7

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1955-1957 -- Concluded

	Other Non-Manufacturing*										
	1955					1956					1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Net Earnings	26	49	73	45	193	37	60	73	48	218	32
Less: Depreciation	8	14	27	22	71	9	16	28	23	76	9
Profits Before Taxes	18	35	46	23	122	28	44	45	25	142	23
Less: Income Tax Liabilities	8	15	20	11	54	12	19	19	12	62	10
Profits After Taxes	10	20	26	12	68	16	25	26	13	80	13

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.
 * Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.	
Mining, Quarrying and Oil Wells.....	Metal Mining.....	100-119	
	Fuels.....	120-129	
	Non-Metal Mining.....	130-149	
	Quarrying, Clay and Sand Pits	150-169	
	Prospecting	170-199	
Manufacturing:			
Foods and Beverages.....	Foods and Beverages	200-229	
Rubber Products	Rubber Products	236-239	
Textile Products.....	Textile Products (except Clothing)	250-269	
	Clothing (Textile and Fur).....	270-279	
	Wood and Paper Products	Wood Products	280-289
		Paper Products	290-299
Iron and Steel Products	Printing, Publishing and Allied Industries	300-309	
	Iron and Steel Products	310-329	
	Transportation Equipment	330-339	
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340-349	
Electrical Apparatus and Supplies.....	Electrical Apparatus and Supplies	350-359	
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360-369	
Products of Petroleum and Coal.....	Products of Petroleum and Coal	370-379	
Chemical Products	Chemical Products	380-389	
Other Manufacturing Industries.....	Miscellaneous Manufacturing Industries	390-399	
	Tobacco and Tobacco Products	230-235	
	Leather Products.....	240-249	
Transportation, Storage and Communication.....	Transportation	500-519	
	Storage	520-539	
	Communication.....	540-599	
Public Utility Operation ¹	Public Utility Operation ¹	600-699	
Wholesale Trade	Trade; Wholesale Trade	700-729	
Retail Trade	Trade; Retail Trade	730-799	
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800-899	
Service	Community or Public Service.....	900-909	
	Recreation Service	920-929	
	Business Service.....	930-939	
	Personal Service	940-949	
Other Non-Manufacturing	Agriculture	000-079	
	Forestry	080-089	
	Fishing and Trapping	090-099	
	Construction	400-499	

1. Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CANADA

CORPORATION PROFITS
SECOND QUARTER, 1957



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Price \$1.00 per year

CORPORATION PROFITS

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, depreciation, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the two groups for which depletion charges are significant—mining and wood and paper products—depletion charges are shown separately in the tables.

Depreciation charges as shown in the tables reflect the rates allowed by the Income Tax Act even though companies are permitted to charge depreciation on their own books at rates different from those used for income tax purposes. The totals published in "Taxation Statistics" form the base for the estimates in this report and the depreciation figures submitted in the survey are used only for interpolation and projection.

Income tax liabilities are calculated for each reporting company, each quarter to obtain totals of tax liabilities for each industrial group. An allowance is then made for profits which are covered by losses in other quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the wood and wood products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

CORPORATION PROFITS, SECOND QUARTER, 1957

Corporation profits before taxes for the second quarter of 1957 were estimated at \$838 million, a decrease of \$46 million, or 5.3 per cent, from the second quarter, 1956, estimate of \$884 million. Cumulative profits before taxes for the six months ending June 30, 1957, amounted to an estimated \$1,497 million, a decrease of \$72 million, or 4.6 per cent, from the \$1,569 million estimated for the first six months of 1956.

Income tax liabilities for the second quarter of 1957 were estimated at \$359 million, a decrease of \$24 million, or 6.3 per cent, from the estimated \$383 million for the second quarter of 1956. Income tax liabilities for the first six months of 1957 were estimated at \$645 million, a decrease of \$31 million, or 4.6 per cent, from the \$676 million as estimated for the six months ending June 30, 1956.

Corporation profits after taxes, as estimated for the second quarter of 1957 decreased \$22 million, or 4.4 per cent, from \$501 million in the second quarter of 1956 to \$479 million in the second quarter of 1957. Cumulative profits after taxes decreased an estimated \$41 million, or 4.6 per cent, from \$893 million for the six months ending June 30, 1956, to \$852 million for the same period in 1957.

In the Manufacturing sector overall profits before taxes for the second quarter of 1957 showed a decrease of \$31 million, or 6.7 per cent, from \$464 million in 1956 to \$433 million in 1957. This decrease, however, was not reflected in all industry groups. The Foods and Beverages group increased \$5 million from \$54 million for the second quarter of 1956 to \$59 million for the second quarter of 1957.

The Petroleum and Coal group increased \$5 million from \$35 million to \$40 million, the Electrical Apparatus and Supplies group increased \$2 million from \$19 million to \$21 million, and the Other Manufacturing group increased \$1 million from \$15 million to \$16 million. The most sizable decrease occurred in the Wood and Paper group which dropped \$29 million from \$133 million to \$104 million. The Non-Metallic Mineral group decreased \$4 million from \$29 million to \$25 million, the Iron and Steel group decreased \$3 million from \$112 million to \$109 million, the Non-Ferrous Metal group decreased \$3 million from \$14 million to \$11 million, the Chemical group decreased \$2 million from \$30 million to \$28 million, the Rubber group decreased \$2 million from \$10 million to \$8 million, and the Textile group decreased \$1 million from \$13 million to \$12 million.

The Non-Manufacturing sector showed an overall decrease in profits before taxes of \$15 million, or 3.6 per cent, from the \$420 million as estimated for the second quarter of 1956 to \$405 million as estimated for the second quarter of 1957. The Mining, Quarrying and Oil Wells group decreased an estimated \$20 million from \$91 million in the second quarter of 1956 to \$71 million in the second quarter of 1957, and the Other Non-Manufacturing group decreased \$9 million, from \$44 million to \$35 million. The Finance, Insurance and Real Estate group increased \$7 million from \$67 million to \$74 million, the Wholesale Trade group increased \$4 million from \$67 million to \$71 million, the Retail Trade group increased \$2 million from \$56 million to \$58 million, and the Transportation, Storage and Communication group increased \$1 million from \$63 million to \$64 million.

NOTE

The data contained in the second quarter report each year are normally revised to take into account the latest available information for previous periods. This year, however, this information was not forthcoming in sufficient time for inclusion in the second quarter, 1957, report. The necessary revisions in the estimates of profits and related data will, therefore, be reflected in the third quarter publication this year.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1956-1957

	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
Mining, Quarrying and Oil Wells	95	91	103	73	362	67	71	138	186
Manufacturing:									
Foods and Beverages	35	54	64	64	217	35	59	94	89
Rubber Products	5	10	7	9	31	4	8	12	15
Textile Products	15	13	10	15	53	17	12	29	28
Wood and Paper Products	104	133	121	94	452	67	104	171	237
Iron and Steel Products	79	112	84	95	370	99	109	208	191
Non-Ferrous Metal Products	11	14	17	7	49	12	11	23	25
Electrical Apparatus and Supplies	17	19	18	23	77	17	21	38	36
Non-Metallic Mineral Products	13	29	26	17	85	9	25	34	42
Products of Petroleum and Coal	40	35	44	45	164	49	40	89	75
Chemical Products	23	30	25	20	98	20	28	48	53
Other Manufacturing Industries ¹	14	15	14	16	59	17	16	33	29
Total	356	464	430	405	1,655	346	433	779	820
Transportation, Storage and Communication	35	63	76	54	228	35	64	99	98
Public Utility Operation	21	17	12	14	64	22	17	39	38
Wholesale Trade	46	67	72	63	248	48	71	119	113
Retail Trade	27	56	59	70	212	29	58	87	83
Finance, Insurance and Real Estate	66	67	75	67	275	77	74	151	133
Service	11	15	17	11	54	12	15	27	26
Other Non-Manufacturing ²	28	44	45	25	142	23	35	58	72
Total All Industries	685	884	889	782	3,240	659	838	1,497	1,569

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1956-1957

	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
Mining, Quarrying and Oil Wells	62	59	67	48	236	44	48	92	121
Manufacturing:									
Foods and Beverages	19	29	34	35	117	19	32	51	48
Rubber Products	3	6	4	5	18	2	4	6	9
Textile Products	9	8	7	10	34	11	7	18	17
Wood and Paper Products	58	75	67	51	251	35	56	91	133
Iron and Steel Products	44	62	46	51	203	53	60	113	106
Non-Ferrous Metal Products	6	8	9	4	27	6	6	12	14
Electrical Apparatus and Supplies	9	10	10	12	41	9	11	20	19
Non-Metallic Mineral Products	7	16	14	9	46	6	14	19	23
Products of Petroleum and Coal	22	19	24	33	98	28	22	50	41
Chemical Products	14	18	14	12	58	12	16	28	32
Other Manufacturing Industries ¹	8	9	8	9	34	9	9	18	17
Total	199	260	237	231	927	189	237	426	459
Transportation, Storage and Communication	20	37	44	30	131	19	38	57	57
Public Utility Operation	12	10	7	8	37	12	10	22	22
Wholesale Trade	26	36	40	34	136	26	39	65	62
Retail Trade	14	29	32	37	112	15	32	47	43
Finance, Insurance and Real Estate	37	37	44	37	155	48	46	94	74
Service	6	8	9	6	29	7	8	15	14
Other Non-Manufacturing ²	16	25	26	13	80	13	21	34	41
Total All Industries	392	501	506	444	1,843	373	479	852	893

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1956-1957

	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
Net Earnings	1,009	1,245	1,280	1,195	4,729	1,019	1,230	2,249	2,254
Less: Depreciation	324	361	391	413	1,489	360	392	752	685
Profits Before Taxes	685	884	889	782	3,240	659	838	1,497	1,569
Less: Income Tax Liabilities	293	383	383	338	1,397	286	359	645	676
Profits After Taxes	392	501	506	444	1,843	373	479	852	893

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1957

Mining, Quarrying and Oil Wells									
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
Sales	469	480	554	559	2,062	441	477	918	949
Net Earnings	129	129	146	118	522	103	113	216	258
Less: Depreciation	34	38	43	45	160	36	42	78	72
Profits Before Taxes	95	91	103	73	362	67	71	138	186
Less: Income Tax Liabilities	33	32	36	25	126	23	23	46	65
Profits After Taxes	62	59	67	48	236	44	48	92	121
Depletion Charged	6	7	6	7	26	7	8	15	13
Foods and Beverages									
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
Sales	775	882	937	959	3,553	824	951	1,775	1,657
Net Earnings	51	71	81	82	285	52	77	129	122
Less: Depreciation	16	17	17	18	68	17	18	35	33
Profits Before Taxes	35	54	64	64	217	35	59	94	89
Less: Income Tax Liabilities	16	25	30	29	100	16	27	43	41
Profits After Taxes	19	29	34	35	117	19	32	51	48
Rubber Products									
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
Sales	81	102	92	101	376	86	98	184	183
Net Earnings	8	14	11	12	45	7	12	19	22
Less: Depreciation	3	4	4	3	14	3	4	7	7
Profits Before Taxes	5	10	7	9	31	4	8	12	15
Less: Income Tax Liabilities	2	4	3	4	13	2	4	6	6
Profits After Taxes	3	6	4	5	18	2	4	6	9

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1957 - Continued

	Textile Products								
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
Sales	400	387	382	450	1,619	406	399	805	787
Net Earnings	23	20	18	24	85	26	19	45	43
Less: Depreciation	8	7	8	9	32	9	7	16	15
Profits Before Taxes	15	13	10	15	53	17	12	29	28
Less: Income Tax Liabilities	6	5	3	5	19	6	5	11	11
Profits After Taxes	9	8	7	10	34	11	7	18	17
	Wood and Paper Products								
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
Sales	964	1,074	1,068	1,012	4,118	949	1,074	2,023	2,038
Net Earnings	142	171	158	133	604	107	144	251	313
Less: Depreciation	38	38	37	39	152	40	40	80	76
Profits Before Taxes	104	133	121	94	452	67	104	171	237
Less: Income Tax Liabilities	46	58	54	43	201	32	48	80	104
Profits After Taxes.....	58	75	67	51	251	35	56	91	133
Depletion Charged.....	2	3	3	2	10	3	3	6	5
	Iron and Steel Products								
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
Sales	1,136	1,452	1,393	1,474	5,455	1,308	1,457	2,765	2,588
Net Earnings	118	151	125	148	542	146	152	298	269
Less: Depreciation	39	39	41	53	172	47	43	90	78
Profits Before Taxes	79	112	84	95	370	99	109	208	191
Less: Income Tax Liabilities	35	50	38	44	167	46	49	95	85
Profits After Taxes.....	44	62	46	51	203	53	60	113	106
	Non-Ferrous Metal Products								
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
Sales	192	211	209	219	831	200	192	392	403
Net Earnings	22	31	39	32	124	30	29	59	53
Less: Depreciation	11	17	22	25	75	18	18	36	28
Profits Before Taxes	11	14	17	7	49	12	11	23	25
Less: Income Tax Liabilities	5	6	8	3	22	6	5	11	11
Profits After Taxes.....	6	8	9	4	27	6	6	12	14

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1957 - Continued

	Electrical Apparatus and Supplies									
	1956					1957		6 mos. 1957	6 mos. 1956	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	(Millions of Dollars)									
Sales	298	342	345	360	1,345	318	346	664	640	
Net Earnings	24	25	25	29	103	25	28	53	49	
Less: Depreciation	7	6	7	6	26	8	7	15	13	
Profits Before Taxes	17	19	18	23	77	17	21	38	36	
Less: Income Tax Liabilities	8	9	8	11	36	8	10	18	17	
Profits After Taxes	9	10	10	12	41	9	11	20	19	
	Non-Metallic Mineral Products									
	1956					1957		6 mos. 1957	6 mos. 1956	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	(Millions of Dollars)									
Sales	119	159	175	158	611	113	153	266	278	
Net Earnings	18	34	33	24	109	14	30	44	52	
Less: Depreciation	5	5	7	7	24	5	5	10	10	
Profits Before Taxes	13	29	26	17	85	9	25	34	42	
Less: Income Tax Liabilities	6	13	12	8	39	4	11	15	19	
Profits After Taxes	7	16	14	9	46	5	14	19	23	
	Products of Petroleum and Coal									
	1956					1957		6 mos. 1957	6 mos. 1956	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	(Millions of Dollars)									
Sales	478	492	535	559	2,064	545	536	1,081	970	
Net Earnings	58	59	68	70	255	70	65	135	117	
Less: Depreciation	18	24	24	25	91	21	25	46	42	
Profits Before Taxes	40	35	44	45	164	49	40	89	75	
Less: Income Tax Liabilities	18	16	20	12	66	21	18	39	34	
Profits After Taxes	22	19	24	33	98	28	22	50	41	
	Chemical Products									
	1956					1957		6 mos. 1957	6 mos. 1956	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	(Millions of Dollars)									
Sales	267	328	285	298	1,178	286	345	631	595	
Net Earnings	33	41	35	30	139	31	39	70	74	
Less: Depreciation	10	11	10	10	41	11	11	22	21	
Profits Before Taxes	23	30	25	20	98	20	28	48	53	
Less: Income Tax Liabilities	9	12	11	8	40	8	12	20	21	
Profits After Taxes	14	18	14	12	58	12	16	28	32	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1957 - Continued

	Other Manufacturing Industries*								
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
Sales	189	201	200	217	807	204	219	423	390
Net Earnings	17	19	17	18	71	20	20	40	36
Less: Depreciation	3	4	3	2	12	3	4	7	7
Profits Before Taxes	14	15	14	16	59	17	16	33	29
Less: Income Tax Liabilities	6	6	6	7	25	8	7	15	12
Profits After Taxes	8	9	8	9	34	9	9	18	17
	Total - Manufacturing								
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
	Sales	4,899	5,630	5,621	5,807	21,957	5,239	5,770	11,009
Net Earnings	514	636	610	602	2,362	528	615	1,143	1,150
Less: Depreciation	158	172	180	197	707	182	182	364	330
Profits Before Taxes	356	464	430	405	1,655	346	433	779	820
Less: Income Tax Liabilities	157	204	193	174	728	157	196	353	361
Profits After Taxes	199	260	237	231	927	189	237	426	459
	Transportation, Storage and Communication								
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
	Sales	521	643	654	642	2,460	539	679	1,218
Net Earnings	101	136	154	130	521	107	147	254	237
Less: Depreciation	66	73	78	76	293	72	83	155	139
Profits Before Taxes	35	63	76	54	228	35	64	99	98
Less: Income Tax Liabilities	15	26	32	24	97	16	26	42	41
Profits After Taxes	20	37	44	30	131	19	38	57	57
	Public Utility Operation								
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
	Sales	84	77	70	82	313	95	85	180
Net Earnings	32	28	23	25	108	34	29	63	60
Less: Depreciation	11	11	11	11	44	12	12	24	22
Profits Before Taxes	21	17	12	14	64	22	17	39	38
Less: Income Tax Liabilities	9	7	5	6	27	10	7	17	16
Profits After Taxes	12	10	7	8	37	12	10	22	22

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1957 - Continued

Wholesale Trade									
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
(Millions of Dollars)									
Sales	1,995	2,421	2,463	2,555	9,434	2,135	2,520	4,655	4,416
Net Earnings	59	81	88	83	311	63	89	152	140
Less: Depreciation	13	14	16	20	63	15	18	33	27
Profits Before Taxes	46	67	72	63	248	48	71	119	113
Less: Income Tax Liabilities	20	31	32	29	112	22	32	54	51
Profits After Taxes	26	36	40	34	136	26	39	65	62
Retail Trade									
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
(Millions of Dollars)									
Sales	1,595	1,965	1,899	1,979	7,438	1,727	2,020	3,747	3,560
Net Earnings	43	73	75	88	279	46	76	122	116
Less: Depreciation	16	17	16	18	67	17	18	35	33
Profits Before Taxes	27	56	59	70	212	29	58	87	83
Less: Income Tax Liabilities	13	27	27	33	100	14	26	40	40
Profits After Taxes	14	29	32	37	112	15	32	47	43
Finance, Insurance and Real Estate									
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
(Millions of Dollars)									
Net Earnings	74	77	84	79	314	85	84	169	151
Less: Depreciation	8	10	9	12	39	8	10	18	18
Profits Before Taxes	66	67	75	67	275	77	74	151	133
Less: Income Tax Liabilities	29	30	31	30	120	29	28	57	59
Profits After Taxes	37	37	44	37	155	48	46	94	74
Service									
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
(Millions of Dollars)									
Net Earnings	20	25	27	22	94	21	25	46	45
Less: Depreciation	9	10	10	11	40	9	10	19	19
Profits Before Taxes	11	15	17	11	54	12	15	27	26
Less: Income Tax Liabilities	5	7	8	5	25	5	7	12	12
Profits After Taxes	6	8	9	6	29	7	8	15	14

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1957 - Concluded

	Other Non-Manufacturing*								
	1956					1957		6 mos. 1957	6 mos. 1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	(Millions of Dollars)								
Net Earnings	37	60	73	48	218	32	52	84	97
Less: Depreciation	9	16	28	23	76	9	17	26	25
Profits Before Taxes	28	44	45	25	142	23	35	58	72
Less: Income Tax Liabilities	12	19	19	12	62	10	14	24	31
Profits After Taxes	16	25	26	13	80	13	21	34	41

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100-119
	Fuels	120-129
	Non-Metal Mining	130-149
	Quarrying, Clay and Sand Pits	150-169
	Prospecting	170-199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200-229
Rubber Products	Rubber Products	236-239
Textile Products	Textile Products (except Clothing)	250-269
	Clothing (Textile and Fur)	270-279
Wood and Paper Products	Wood Products	280-289
	Paper Products	290-299
	Printing, Publishing and Allied Industries	300-309
Iron and Steel Products	Iron and Steel Products	310-329
	Transportation Equipment	330-339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340-349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350-359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360-369
Products of Petroleum and Coal	Products of Petroleum and Coal	370-379
Chemical Products	Chemical Products	380-389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390-399
	Tobacco and Tobacco Products	230-235
	Leather Products	240-249
Transportation, Storage and Communication	Transportation	500-519
	Storage	520-539
	Communication	540-599
Public Utility Operation ¹	Public Utility Operation ¹	600-699
Wholesale Trade	Trade: Wholesale Trade	700-729
Retail Trade	Trade: Retail Trade	730-799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800-899
Service	Community or Public Service	900-909
	Recreation Service	920-929
	Business Service	930-939
	Personal Service	940-949
Other Non-Manufacturing	Agriculture	000-079
	Forestry	080-089
	Fishing and Trapping	090-099
	Construction	400-499

1. Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CORPORATION PROFITS
THIRD QUARTER, 1957

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CORPORATION PROFITS

THIRD QUARTER, 1957

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, depreciation, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the two groups for which depletion charges are significant—mining and wood and paper products—depletion charges are shown separately in the tables.

Depreciation charges as shown in the tables reflect the rates allowed by the Income Tax Act even though companies are permitted to charge depreciation on their own books at rates different from those used for income tax purposes. The totals published in "Taxation Statistics" form the base for the estimates in this report and the depreciation figures submitted in the survey are used only for interpolation and projection.

Income tax liabilities are calculated for each reporting company, each quarter to obtain totals of tax liabilities for each industrial group. An allowance is then made for profits which are covered by losses in other quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the wood and wood products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

CORPORATION PROFITS, THIRD QUARTER, 1957

Corporation profits before income taxes were estimated at \$803 million for the third quarter of 1957, a decrease of \$87 million, or 10 per cent, from the revised estimate of \$890 million for the third quarter of 1956. Cumulative profits before taxes for the nine months ending September 30, 1957, amounted to an estimated \$2,331 million, a decrease of \$144 million, or 6 per cent, from the revised estimate of \$2,475 million for the nine months of 1956.

Income tax liabilities for the third quarter of 1957 were estimated at \$354 million, a decrease of \$37 million, or 9 per cent, from the revised estimate of \$391 million for the third quarter of 1956. Income taxes for the third quarter of 1957 were estimated at 44 per cent of profits. Income tax liabilities for the nine months ending September 30, 1957, decreased an estimated \$59 million, or 6 per cent, from a revised estimate of \$1,077 million for the first nine months of 1956 to \$1,018 million for the corresponding nine months of 1957.

Corporation profits after taxes, as estimated for the third quarter of 1957, decreased \$50 million, or 10 per cent, from \$499 million, the revised estimate for the third quarter of 1956, to \$449 million.

In the Manufacturing sector overall profits before taxes for the third quarter of 1957 showed a drop of \$32 million, or 7 per cent, from the revised estimate of \$440 million for the third quarter of 1956, to an estimated \$408 million in the third quarter of 1957. The Paper Products group decreased \$15 million from \$73 million in the third quarter of 1956 to \$58 million in the third quarter of 1957, the Wood Products group decreased \$13 million from

\$35 million to \$22 million, the Non-Ferrous Metals group decreased \$9 million from \$14 million to \$5 million, the Iron and Steel group decreased \$8 million from \$111 million to \$103 million, the Rubber Products, the Printing and Publishing groups each decreased \$1 million from \$7 million to \$6 million and from \$11 million to \$10 million respectively. The Foods and Beverages group increased \$6 million from \$63 million to \$69 million, the Petroleum and Coal group increased \$3 million from \$40 million to \$43 million, the Other Manufacturing group increased \$3 million from \$16 million to \$19 million and the Textile, the Electrical Apparatus and the Non-Metallic Mineral groups each increased \$1 million. The Chemical group showed no change in the third quarter of 1957 from the \$25 million as estimated for the third quarter of 1956.

The Non-Manufacturing sector showed an overall decrease in profits before taxes of \$55 million, or 12 per cent, from a revised estimate of \$450 million for the third quarter of 1956 to \$395 million for the third quarter of 1957. The most sizeable decreases occurred in the Mining, Quarrying and Oil Wells group which decreased \$24 million from \$95 million to \$71 million, the Finance, Insurance and Real Estate group which decreased \$11 million from \$86 million to \$75 million, the Transportation, Storage and Communication group which decreased \$10 million from \$77 million to \$67 million, the Wholesale Trade group which decreased \$6 million from \$76 million to \$70 million, and the Other Non-Manufacturing group which decreased \$6 million from \$34 million to \$28 million. The Public Utility group decreased \$1 million from \$12 million to \$11 million. The Retail Trade group increased \$3 million from \$51 million to \$54 million and the Service group showed no change in the third quarter of 1957 from the third quarter of 1956.

NOTE

The data contained in this report have been revised to take into account the latest available information for previous periods and, therefore, replaces the estimates in earlier issues for the years 1953 to date. All data from the first quarter of 1953 to the second quarter of 1957 inclusive have been reworked to include more up to date information.

With this issue the classification, "Wood and Paper Products" has been divided into three groups as follows:

From	To
Wood and Paper Products	Wood Products
	Paper Products
	Printing, Publishing and Allied Industries

For details of published groupings see page 20.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1953-1957

No.		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Mining, Quarrying and Oil Wells	55	57	50	45	207	39	54	62	66	221
	Manufacturing:										
2	Foods and Beverages	36	50	61	51	198	36	48	56	51	191
3	Rubber Products	5	7	6	5	23	4	4	4	4	16
4	Textile Products	14	7	7	3	31	6	6	5	6	23
5	Wood Products	21	25	18	12	76	11	21	28	19	79
6	Paper Products	50	60	53	66	232	50	62	62	70	244
7	Printing, Publishing and Allied Industries	11	15	9	11	46	10	15	7	10	42
8	Iron and Steel Products	96	113	80	58	347	54	66	54	38	212
9	Non-Ferrous Metal Products	12	16	15	12	55	7	11	9	3	30
10	Electrical Apparatus and Supplies	24	26	17	18	85	16	14	14	15	59
11	Non-Metallic Mineral Products	11	21	19	10	61	7	17	21	10	55
12	Products of Petroleum and Coal	22	22	38	29	111	29	27	32	26	114
13	Chemical Products	22	24	21	14	81	15	19	19	16	69
14	Other Manufacturing Industries ¹	13	12	13	12	50	12	15	13	12	52
15	Total	337	398	360	301	1,396	257	325	324	280	1,186
16	Transportation, Storage and Communication	37	52	59	41	189	22	30	40	38	130
17	Public Utility Operation	17	14	10	13	54	14	12	10	13	49
18	Wholesale Trade	35	59	55	37	186	27	41	43	40	151
19	Retail Trade	30	54	38	36	158	21	36	33	40	130
20	Finance, Insurance and Real Estate	78	69	51	60	258	86	72	60	52	270
21	Service	15	15	16	12	58	13	14	13	9	49
22	Other Non-Manufacturing ²	17	34	39	15	105	14	26	33	31	104
23	Total All Industries	621	752	678	560	2,611	493	610	618	569	2,290

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1953-1957

No.		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Mining, Quarrying and Oil Wells	34	35	29	27	125	22	33	39	41	135
	Manufacturing:										
2	Foods and Beverages	18	25	31	25	99	18	25	29	26	98
3	Rubber Products	3	4	3	3	13	2	2	2	3	9
4	Textile Products	7	4	4	2	17	3	3	3	3	12
5	Wood Products	11	13	10	6	40	6	11	15	10	42
6	Paper Products	26	31	29	33	119	25	32	32	37	126
7	Printing, Publishing and Allied Industries	6	7	5	6	24	5	8	4	5	22
8	Iron and Steel Products	49	57	40	30	176	28	34	28	19	109
9	Non-Ferrous Metal Products	6	8	8	6	28	4	6	5	2	17
10	Electrical Apparatus and Supplies	12	13	9	9	43	9	7	7	8	31
11	Non-Metallic Mineral Products	6	10	10	5	31	3	9	11	6	29
12	Products of Petroleum and Coal	11	11	19	15	56	15	14	16	13	58
13	Chemical Products	12	12	12	8	44	8	11	10	9	38
14	Other Manufacturing Industries ¹	7	6	6	6	25	7	8	7	6	28
15	Total	174	201	186	154	715	133	170	169	147	619
16	Transportation, Storage and Communication	19	27	31	22	99	11	16	22	20	69
17	Public Utility Operation	8	8	5	7	28	7	6	5	7	25
18	Wholesale Trade	18	31	28	19	96	14	21	22	19	76
19	Retail Trade	16	30	20	20	86	10	17	17	19	63
20	Finance, Insurance and Real Estate	44	38	30	33	145	45	38	30	26	139
21	Service	8	8	9	7	32	7	7	6	5	25
22	Other Non-Manufacturing ²	9	19	21	8	57	8	14	19	16	57
23	Total All Industries	330	397	359	297	1,383	257	322	329	300	1,208

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1953-1957

1955					1956					1957			9 mos. 1957	9 mos. 1956	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
73	77	87	99	336	103	91	95	75	364	73	70	71	214	289	1
33	48	64	54	199	37	51	63	60	211	38	56	69	163	151	2
5	6	8	7	26	5	10	7	9	31	5	8	6	19	22	3
9	9	9	12	39	13	11	9	14	47	15	10	10	35	33	4
23	34	41	22	120	26	33	35	12	106	7	21	22	50	94	5
59	71	68	82	280	72	80	73	64	289	50	64	58	172	225	6
10	15	9	12	46	11	19	11	14	55	12	17	10	39	41	7
47	103	103	87	340	91	131	111	114	447	115	132	103	350	333	8
7	12	12	12	43	11	14	14	7	46	12	10	5	27	39	9
14	14	18	21	67	16	19	15	19	69	15	18	16	49	50	10
8	19	24	13	64	11	23	21	13	68	8	20	22	50	55	11
27	25	36	38	126	35	33	40	41	149	44	39	43	126	108	12
21	28	26	20	95	24	31	25	20	100	21	29	25	75	80	13
12	16	14	15	57	12	14	16	17	59	13	16	19	48	42	14
275	400	432	395	1,502	364	469	440	404	1,677	355	440	408	1,203	1,273	15
30	48	60	54	192	38	65	77	60	240	37	67	67	171	180	16
17	12	10	15	54	20	14	12	15	61	21	14	11	46	46	17
32	53	62	57	204	48	71	76	67	262	49	74	70	193	195	18
20	45	43	48	156	22	54	51	59	186	32	56	54	142	127	19
72	88	72	60	292	76	81	86	69	312	85	92	75	252	243	20
9	16	18	12	55	11	19	19	12	61	12	19	19	50	49	21
12	24	34	23	93	13	26	34	25	98	10	22	28	60	73	22
540	763	818	763	2,884	695	890	890	786	3,261	674	854	803	2,331	2,475	23

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1953-1957

1955					1956					1957			9 mos. 1957	9 mos. 1956	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
48	49	57	65	219	67	59	62	49	237	46	47	47	140	188	1
17	26	33	29	105	20	28	34	33	115	21	31	38	90	82	2
3	3	4	4	14	3	6	4	5	18	3	5	3	11	13	3
6	6	6	9	27	8	7	6	9	30	10	7	7	24	21	4
12	18	23	12	65	15	19	19	7	60	4	12	11	27	53	5
31	38	37	45	151	40	45	41	34	160	27	35	32	94	126	6
6	8	5	7	26	6	11	6	8	31	6	10	5	21	23	7
25	55	56	50	186	48	73	61	62	244	65	73	54	192	182	8
4	6	7	7	24	6	8	7	4	25	6	6	3	15	21	9
7	7	10	11	35	8	11	8	9	36	8	9	9	26	27	10
4	10	13	7	34	6	13	11	7	37	4	11	12	27	30	11
15	14	19	21	69	19	18	22	30	89	25	21	23	69	59	12
12	16	14	11	53	15	19	14	12	60	13	17	14	44	48	13
7	9	8	9	33	7	8	9	10	34	7	9	11	27	24	14
149	216	235	222	822	201	266	242	230	939	199	246	222	667	709	15
15	26	33	29	103	21	37	43	33	134	20	39	39	98	101	16
9	6	5	8	28	11	8	7	8	34	11	8	6	25	26	17
17	28	32	30	107	26	38	41	37	142	27	40	38	105	105	18
11	23	23	25	82	11	28	28	32	99	17	31	31	79	67	19
40	49	40	34	163	43	45	48	40	176	46	50	40	136	136	20
5	9	10	6	30	6	11	10	7	34	7	11	10	28	27	21
7	13	18	12	50	7	14	18	13	52	6	13	16	35	39	22
301	419	453	431	1,604	393	506	499	449	1,847	379	485	449	1,313	1,398	23

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1953-1957

No.		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Net Earnings.....	852	1,010	935	857	3,654	773	920	936	919	3,548
2	Less: Depreciation	231	258	257	297	1,043	280	310	318	350	1,258
3	Profits Before Taxes.....	621	752	678	560	2,611	493	610	618	569	2,290
4	Less: Income Tax Liabilities	291	355	319	263	1,228	236	288	289	269	1,082
5	Profits After Taxes	330	397	359	297	1,383	257	322	329	300	1,208

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1953-1957

Mining, Quarrying and Oil Wells											
No.		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Sales	306	316	312	308	1,242	321	336	378	425	1,460
2	Net Earnings.....	75	75	71	70	291	66	83	95	102	346
3	Less: Depreciation.....	20	18	21	25	84	27	29	33	36	125
4	Profits Before Taxes.....	55	57	50	45	207	39	54	62	66	221
5	Less: Income Tax Liabilities	21	22	21	18	82	17	21	23	25	86
6	Profits After Taxes	34	35	29	27	125	22	33	39	41	135
7	Depletion Charged	2	2	2	2	8	3	3	3	3	12
Foods and Beverages											
		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
8	Sales	699	786	809	820	3,114	752	815	833	850	3,250
9	Net Earnings.....	48	63	75	68	254	51	63	71	67	252
10	Less: Depreciation.....	12	13	14	17	56	15	15	15	16	61
11	Profits Before Taxes.....	36	50	61	51	198	36	48	56	51	191
12	Less: Income Tax Liabilities	18	25	30	26	99	18	23	27	25	93
13	Profits After Taxes	18	25	31	25	99	18	25	29	26	98
Rubber Products											
		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
14	Sales	37	91	85	75	288	66	72	70	71	279
15	Net Earnings.....	7	9	9	7	32	6	7	7	6	26
16	Less: Depreciation	2	2	3	2	9	2	3	3	2	10
17	Profits Before Taxes.....	5	7	6	5	23	4	4	4	4	16
18	Less: Income Tax Liabilities	2	3	3	2	10	2	2	2	1	7
19	Profits After Taxes	3	4	3	3	13	2	2	2	3	9

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1953-1957

1955					1956					1957			9 mos. 1957	9 mos. 1956	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
865	1,113	1,178	1,152	4,308	1,051	1,280	1,306	1,222	4,859	1,076	1,278	1,235	3,589	3,637	1
325	350	360	389	1,424	356	390	416	436	1,598	402	424	432	1,258	1,162	2
540	763	818	763	2,884	695	890	890	786	3,261	674	854	803	2,331	2,475	3
239	344	365	332	1,280	302	384	391	337	1,414	295	369	354	1,018	1,077	4
301	419	453	431	1,604	393	506	499	449	1,847	379	485	449	1,313	1,398	5

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1953-1957

Mining, Quarrying and Oil Wells															
1955					1956					1957			9 mos. 1957	9 mos. 1956	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
473	484	481	582	2,020	536	547	540	597	2,220	506	543	487	1,536	1,623	1
107	114	128	142	491	141	133	140	124	538	114	117	119	350	414	2
34	37	41	43	155	38	42	45	49	174	41	47	48	136	125	3
73	77	87	99	336	103	91	95	75	364	73	70	71	214	289	4
25	28	30	34	117	36	32	33	26	127	27	23	24	74	101	5
48	49	57	65	219	67	59	62	49	237	46	47	47	140	188	6
3	4	4	6	17	6	7	6	7	26	7	8	8	23	19	7
Foods and Beverages															
1955					1956					1957			9 mos. 1957	9 mos. 1956	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
789	850	903	901	3,443	827	896	955	977	3,655	880	976	1,040	2,896	2,678	8
49	64	80	71	264	54	68	81	77	280	56	74	88	218	203	9
16	16	16	17	65	17	17	18	17	69	18	18	19	55	52	10
33	48	64	54	199	37	51	63	60	211	38	56	69	163	151	11
16	22	31	25	94	17	23	29	27	96	17	25	31	73	69	12
17	26	33	29	105	20	28	34	33	115	21	31	38	90	82	13
Rubber Products															
1955					1956					1957			9 mos. 1957	9 mos. 1956	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
81	87	92	91	351	84	105	95	100	384	89	101	96	286	284	14
7	9	11	10	37	8	14	11	12	45	8	12	10	30	33	15
2	3	3	3	11	3	4	4	3	14	3	4	4	11	11	16
5	6	8	7	26	5	10	7	9	31	5	8	6	19	22	17
2	3	4	3	12	2	4	3	4	13	2	3	3	8	9	18
3	3	4	4	14	3	6	4	5	18	3	5	3	11	13	19

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1953-1957 - Continued

No.		Textile Products									
		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Sales	338	315	301	309	1,263	322	331	331	357	1,341
2	Net Earnings	21	14	14	11	60	12	13	12	14	51
3	Less: Depreciation	7	7	7	8	29	6	7	7	8	28
4	Profits Before Taxes	14	7	7	3	31	6	6	5	6	23
5	Less: Income Tax Liabilities	7	3	3	1	14	3	3	2	3	11
6	Profits After Taxes	7	4	4	2	17	3	3	3	3	12
		Wood Products									
		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
7	Sales	244	260	276	251	1,031	264	311	336	318	1,229
8	Net Earnings	29	33	26	21	109	18	28	36	28	110
9	Less: Depreciation	8	8	8	9	33	7	7	8	9	31
10	Profits Before Taxes	21	25	18	12	76	11	21	28	19	79
11	Less: Income Tax Liabilities	10	12	8	6	36	5	10	13	9	37
12	Profits After Taxes	11	13	10	6	40	6	11	15	10	42
13	Depletion Charged	1	2	1	1	5	1	2	1	1	5
		Paper Products									
		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
14	Sales	366	384	389	394	1,533	392	420	416	419	1,647
15	Net Earnings	68	79	75	85	307	71	83	84	91	329
16	Less: Depreciation	18	19	19	19	75	21	21	22	21	85
17	Profits Before Taxes	50	60	56	66	232	50	62	62	70	244
18	Less: Income Tax Liabilities	24	29	27	33	113	25	30	30	33	118
19	Profits After Taxes	26	31	29	33	119	25	32	32	37	126
20	Depletion Charged	-	1	1	1	3	-	1	1	1	3
		Printing, Publishing and Allied Industries									
		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
21	Sales	114	127	121	131	493	128	144	127	143	542
22	Net Earnings	14	18	13	15	60	14	19	11	14	58
23	Less: Depreciation	3	3	4	4	14	4	4	4	4	16
24	Profits Before Taxes	11	15	9	11	46	10	15	7	10	42
25	Less: Income Tax Liabilities	5	8	4	5	22	5	7	3	5	20
26	Profits After Taxes	6	7	5	6	24	5	8	4	5	22

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1953-1957 - Continued

Textile Products															9 mos. 1957	9 mos. 1956	No.
1955					1956					1957							
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q					
(Millions of Dollars)																	
330	339	344	396	1,409	373	358	364	418	1,513	378	375	374	1,127	1,095	1		
15	16	16	19	66	20	18	17	22	77	23	17	19	59	55	2		
6	7	7	7	27	7	7	8	8	30	8	7	9	24	22	3		
9	9	9	12	39	13	11	9	14	47	15	10	10	35	33	4		
3	3	3	3	12	5	4	3	5	17	5	3	3	11	12	5		
6	6	6	9	27	8	7	6	9	30	10	7	7	24	21	6		
Wood Products																	
1955					1956					1957			9 mos. 1957	9 mos. 1956			
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q					
(Millions of Dollars)																	
331	401	442	372	1,546	359	417	452	369	1,597	321	406	439	1,166	1,228	7		
31	42	51	33	157	36	44	43	23	146	18	33	32	83	123	8		
8	8	10	11	37	10	11	8	11	40	11	12	10	33	29	9		
23	34	41	22	120	26	33	35	12	106	7	21	22	50	94	10		
11	16	18	10	55	11	14	16	5	46	3	9	11	23	41	11		
12	18	23	12	65	15	19	19	7	60	4	12	11	27	53	12		
1	2	2	1	6	1	2	2	1	6	1	2	2	5	5	13		
Paper Products																	
1955					1956					1957			9 mos. 1957	9 mos. 1956			
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q					
(Millions of Dollars)																	
402	437	509	481	1,829	460	487	542	497	1,986	463	489	544	1,496	1,489	14		
82	94	91	104	371	96	105	97	89	387	75	90	84	249	298	15		
23	23	23	22	91	24	25	24	25	98	25	26	26	77	73	16		
59	71	68	82	280	72	80	73	64	289	50	64	58	172	225	17		
28	33	31	37	129	32	35	32	30	129	23	29	26	78	99	18		
31	38	37	45	151	40	45	41	34	160	27	35	32	94	126	19		
1	1	-	1	3	1	1	1	1	4	1	1	1	3	3	20		
Printing, Publishing and Allied Industries																	
1955					1956					1957			9 mos. 1957	9 mos. 1956			
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q					
(Millions of Dollars)																	
126	147	133	158	564	142	163	148	174	627	154	170	159	483	453	21		
14	19	14	17	64	15	24	16	20	75	16	21	15	52	55	22		
4	4	5	5	18	4	5	5	6	20	4	4	5	13	14	23		
10	15	9	12	46	11	19	11	14	55	12	17	10	39	41	24		
4	7	4	5	20	5	8	5	6	24	6	7	5	18	18	25		
6	8	5	7	26	6	11	6	8	31	6	10	5	21	23	26		

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1953-1957 - Continued

No.	Iron and Steel Products									
	1953					1954				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
1	1,056	1,283	1,008	1,046	4,393	1,032	1,130	1,066	1,079	4,307
2	122	152	109	92	475	91	104	90	77	362
3	26	39	29	34	128	37	38	36	39	150
4	96	113	80	58	347	54	66	54	38	212
5	47	56	40	28	171	26	32	26	19	103
6	49	57	40	30	176	28	34	28	19	109
	Non-Ferrous Metal Products									
	1953					1954				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
7	151	163	164	164	642	136	147	144	158	585
8	24	28	27	25	104	17	25	22	24	88
9	12	12	12	13	49	10	14	13	21	58
10	12	16	15	12	55	7	11	9	3	30
11	6	8	7	6	27	3	5	4	1	13
12	6	8	8	6	28	4	6	5	2	17
	Electrical Apparatus and Supplies									
	1953					1954				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
13	245	259	237	283	1,024	245	265	255	298	1,063
14	29	31	22	25	107	21	19	18	23	81
15	5	5	5	7	22	5	5	4	8	22
16	24	26	17	18	85	16	14	14	15	59
17	12	13	8	9	42	7	7	7	7	28
18	12	13	9	9	43	9	7	7	8	31
	Non-Metallic Mineral Products									
	1953					1954				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
19	96	123	134	119	472	88	114	133	125	460
20	15	25	23	20	83	12	22	26	18	78
21	4	4	4	10	22	5	5	5	8	23
22	11	21	19	10	61	7	17	21	10	55
23	5	11	9	5	30	4	8	10	4	26
24	6	10	10	5	31	3	9	11	6	29

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1953-1957 - Continued

Iron and Steel Products															No.
1955					1956					1957			9 Mos. 1957	9 mos. 1956	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
947	1,305	1,341	1,288	4,881	1,246	1,508	1,505	1,524	5,783	1,448	1,510	1,474	4,432	4,259	1
86	148	139	125	498	134	176	155	161	626	168	181	150	499	465	2
39	45	36	38	158	43	45	44	47	179	53	49	47	149	132	3
47	103	103	87	340	91	131	111	114	447	115	132	103	350	333	4
22	48	47	37	154	43	58	50	52	203	50	59	49	158	151	5
25	55	56	50	186	48	73	61	62	244	65	73	54	192	182	6
Non-Ferrous Metal Products															
1955					1956					1957			9 mos. 1957	9 mos. 1956	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
155	179	176	192	702	184	201	197	210	792	194	182	169	545	582	7
24	29	31	31	115	23	31	36	34	124	32	28	17	77	90	8
17	17	19	19	72	12	17	22	27	78	20	18	12	50	51	9
7	12	12	12	43	11	14	14	7	46	12	10	5	27	39	10
3	6	5	5	19	5	6	7	3	21	6	4	2	12	18	11
4	6	7	7	24	6	8	7	4	25	6	6	3	15	21	12
Electrical Apparatus and Supplies															
1955					1956					1957			9 mos. 1957	9 mos. 1956	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
262	268	282	328	1,140	294	331	319	349	1,293	315	338	318	971	944	13
20	20	23	27	90	22	26	21	25	94	22	26	23	71	69	14
6	6	5	6	23	6	7	6	6	25	7	8	7	22	19	15
14	14	18	21	67	16	19	15	19	69	15	18	16	49	50	16
7	7	8	10	32	8	8	7	10	33	7	9	7	23	23	17
7	7	10	11	35	8	11	8	9	36	8	9	9	26	27	18
Non-Metallic Mineral Products															
1955					1956					1957			9 mos. 1957	9 mos. 1956	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
89	129	151	135	504	109	148	159	146	562	102	140	162	404	416	19
13	24	30	21	88	16	29	27	21	93	13	26	29	68	72	20
5	5	6	8	24	5	6	6	8	25	5	6	7	18	17	21
8	19	24	13	64	11	23	21	13	68	8	20	22	50	55	22
4	9	11	6	30	5	10	10	6	31	4	9	10	23	25	23
4	10	13	7	34	6	13	11	7	37	4	11	12	27	30	24

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1953-1957 - Continued

No.		Products of Petroleum and Coal									
		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
1	Sales	274	306	347	346	1,273	381	382	415	416	1,594
2	Net Earnings	36	36	54	46	172	44	47	51	50	192
3	Less: Depreciation	14	14	16	17	61	15	20	19	24	78
4	Profits Before Taxes	22	22	38	29	111	29	27	32	26	114
5	Less: Income Tax Liabilities	11	11	19	14	55	14	13	16	13	56
6	Profits After Taxes	11	11	19	15	56	15	14	16	13	58
		Chemical Products									
		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
7	Sales	250	264	249	260	1,023	210	248	217	222	897
8	Net Earnings	32	33	30	23	118	24	29	28	24	105
9	Less: Depreciation	10	9	9	9	37	9	10	9	8	36
10	Profits Before Taxes	22	24	21	14	81	15	19	19	16	69
11	Less: Income Tax Liabilities	10	12	9	6	37	7	8	9	7	31
12	Profits After Taxes	12	12	12	8	44	8	11	10	9	38
		Other Manufacturing Industries*									
		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
13	Sales	168	170	166	163	667	169	185	179	179	712
14	Net Earnings	15	14	16	15	60	15	18	16	14	63
15	Less: Depreciation	2	2	3	3	10	3	3	3	2	11
16	Profits Before Taxes	13	12	13	12	50	12	15	13	12	52
17	Less: Income Tax Liabilities	6	6	7	6	25	5	7	6	6	24
18	Profits After Taxes	7	6	6	6	25	7	8	7	6	28
		Total - Manufacturing									
		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		(Millions of Dollars)									
19	Sales	4,038	4,531	4,286	4,361	17,216	4,185	4,564	4,522	4,635	17,906
20	Net Earnings	460	535	493	453	1,941	397	477	472	449	1,795
21	Less: Depreciation	123	137	133	152	545	140	152	148	169	609
22	Profits Before Taxes	337	398	360	301	1,396	257	325	324	280	1,186
23	Less: Income Tax Liabilities	163	197	174	147	681	124	155	155	133	567
24	Profits After Taxes	174	201	186	154	715	133	170	169	147	619

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1953-1957 - Continued

Products of Petroleum and Coal															No.
1955					1956					1957			9 mos. 1957	9 mos. 1956	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
378	401	451	468	1,698	454	487	509	548	1,998	523	532	544	1,599	1,450	1
43	45	55	60	203	53	55	63	64	235	68	62	68	193	171	2
16	20	19	22	77	18	22	23	23	86	24	23	25	72	63	3
27	25	36	38	126	35	33	40	41	149	44	39	43	126	108	4
12	11	17	17	57	16	15	18	11	60	19	18	20	57	49	5
15	14	19	21	69	19	18	22	30	89	25	21	23	69	59	6
Chemical Products															
1955					1956					1957			9 mos. 1957	9 mos. 1956	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
253	291	278	274	1,096	282	325	296	298	1,201	301	343	327	971	903	7
32	38	36	33	139	35	42	37	32	146	33	40	38	111	114	8
11	10	10	13	44	11	11	12	12	46	12	11	13	36	34	9
21	28	26	20	95	24	31	25	20	100	21	29	25	75	80	10
9	12	12	9	42	9	12	11	8	40	8	12	11	31	32	11
12	16	14	11	53	15	19	14	12	60	13	17	14	44	48	12
Other Manufacturing Industries*															
1955					1956					1957			9 mos. 1957	9 mos. 1956	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
161	182	184	186	713	178	195	193	207	773	189	209	213	611	566	13
14	19	17	18	68	15	18	19	20	72	16	19	22	57	52	14
2	3	3	3	11	3	4	3	3	13	3	3	3	9	10	15
12	16	14	15	57	12	14	16	17	59	13	16	19	48	42	16
5	7	6	6	24	5	6	7	7	25	6	7	8	21	18	17
7	9	8	9	33	7	8	9	10	34	7	9	11	27	24	18
Total - Manufacturing															
1955					1956					1957			9 mos. 1957	9 mos. 1956	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
4,304	5,016	5,287	5,269	19,876	4,992	5,621	5,734	5,817	22,164	5,357	5,771	5,859	16,987	16,347	19
430	567	594	569	2,160	527	650	623	600	2,400	548	629	595	1,772	1,800	20
155	167	162	174	658	163	181	183	196	723	193	189	187	569	527	21
275	400	432	395	1,502	364	469	440	404	1,677	355	440	408	1,203	1,273	22
126	184	197	173	680	163	203	198	174	738	156	194	186	536	564	23
149	216	235	222	822	201	266	242	230	939	199	246	222	667	709	24

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1953-1957 - Continued

Transportation, Storage and Communication											
No.	1953					1954					
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	
(Millions of Dollars)											
1	Sales	451	531	547	519	2,048	430	488	511	499	1,928
2	Net Earnings	73	94	102	88	357	72	86	100	94	352
3	Less: Depreciation	36	42	43	47	168	50	56	60	56	222
4	Profits Before Taxes	37	52	59	41	189	22	30	40	38	130
5	Less: Income Tax Liabilities	18	25	28	19	90	11	14	18	18	61
6	Profits after Taxes	19	27	31	22	99	11	16	22	20	69
Public Utility Operation											
	1953					1954					
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	
(Millions of Dollars)											
7	Sales	66	59	58	64	247	69	66	59	71	265
8	Net Earnings	25	22	18	22	87	24	23	20	25	92
9	Less: Depreciation	8	8	8	9	33	10	11	10	12	43
10	Profits Before Taxes	17	14	10	13	54	14	12	10	13	49
11	Less: Income Tax Liabilities	9	6	5	6	26	7	6	5	6	24
12	Profits After Taxes	8	8	5	7	28	7	6	5	7	25
Wholesale Trade											
	1953					1954					
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	
(Millions of Dollars)											
13	Sales	1,704	2,023	1,833	1,793	7,353	1,629	1,900	1,881	1,948	7,358
14	Net Earnings	44	70	67	50	231	38	53	54	54	199
15	Less: Depreciation	9	11	12	13	45	11	12	11	14	48
16	Profits Before Taxes	35	59	55	37	186	27	41	43	40	151
17	Less: Income Tax Liabilities	17	28	27	18	90	13	20	21	21	75
18	Profits After Taxes	18	31	28	19	96	14	21	22	19	76
Retail Trade											
	1953					1954					
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	
(Millions of dollars)											
19	Sales	1,301	1,595	1,446	1,476	5,818	1,451	1,676	1,592	1,631	6,350
20	Net Earnings	41	66	49	50	206	35	50	47	56	188
21	Less: Depreciation	11	12	11	14	48	14	14	14	16	58
22	Profits Before Taxes	30	54	38	36	158	21	36	33	40	130
23	Less: Income Tax Liabilities	14	24	18	16	72	11	19	16	21	67
24	Profits After Taxes	16	30	20	20	86	10	17	17	19	63

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1953-1957

Transportation, Storage and Communication																No.
1955					1956					1957			9 mos. 1957	9 mos. 1956		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q				
(Millions of Dollars)																
449	536	572	558	2,115	502	614	654	630	2,400	528	648	656	1,832	1,770	1	
88	113	130	125	456	110	144	165	145	564	115	157	164	436	419	2	
58	65	70	71	254	72	79	88	85	324	78	90	97	265	239	3	
30	48	60	54	192	38	65	77	60	240	37	67	67	171	180	4	
15	22	27	25	89	17	28	34	27	106	17	28	28	73	79	5	
15	26	33	29	103	21	37	43	33	134	20	39	39	98	101	6	
Public Utility Operation																
1955					1956					1957			9 mos. 1957	9 mos. 1956		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q				
(Millions of Dollars)																
77	67	65	78	287	87	76	73	84	320	98	84	77	259	236	7	
30	25	22	29	106	34	28	26	29	117	36	29	26	91	88	8	
13	13	12	14	52	14	14	14	14	56	15	15	15	45	42	9	
17	12	10	15	54	20	14	12	15	61	21	14	11	46	46	10	
8	6	5	7	26	9	6	5	7	27	10	6	5	21	20	11	
9	6	5	8	28	11	8	7	8	34	11	8	6	25	26	12	
Wholesale Trade																
1955					1956					1957			9 mos. 1957	9 mos. 1956		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q				
(Millions of Dollars)																
1,689	2,038	2,206	2,278	8,211	1,968	2,370	2,476	2,508	9,322	2,070	2,451	2,461	6,982	6,814	13	
45	65	76	72	258	62	84	92	87	325	68	93	87	248	238	14	
13	12	14	15	54	14	13	16	20	63	19	19	17	55	43	15	
32	53	62	57	204	48	71	76	67	262	49	74	70	193	195	16	
15	25	30	27	97	22	33	35	30	120	22	34	32	88	90	17	
17	28	32	30	107	26	38	41	37	142	27	40	38	105	105	18	
Retail Trade																
1955					1956					1957			9 mos. 1957	9 mos. 1956		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q				
(Millions of Dollars)																
1,420	1,803	1,750	1,790	6,763	1,549	1,936	1,889	1,967	7,341	1,771	1,993	1,933	5,697	5,374	19	
35	59	57	66	217	38	70	68	78	254	48	73	72	193	176	20	
15	14	14	18	61	16	16	17	19	68	16	17	18	51	49	21	
20	45	43	48	156	22	54	51	59	186	32	56	54	142	127	22	
9	22	20	23	74	11	26	23	27	87	15	25	23	63	60	23	
11	23	23	25	82	11	28	28	32	99	17	31	31	79	67	24	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1953-1957 - Concluded

Finance, Insurance and Real Estate											
No.		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)											
1	Net Earnings	84	76	57	69	286	96	84	71	66	317
2	Less: Depreciation	6	7	6	9	28	10	12	11	14	47
3	Profits Before Taxes	78	69	51	60	258	86	72	60	52	270
4	Less: Income Tax Liabilities	34	31	21	27	113	41	34	30	26	131
5	Profits After Taxes	44	38	30	33	145	45	38	30	26	139
Service											
		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)											
6	Net Earnings	23	24	24	21	92	21	23	22	19	85
7	Less: Depreciation	8	9	8	9	34	8	9	9	10	36
8	Profits Before Taxes	15	15	16	12	58	13	14	13	9	49
9	Less: Income Tax Liabilities	7	7	7	5	26	6	7	7	4	24
10	Profits After Taxes	8	8	9	7	32	7	7	6	5	25
Other Non-Manufacturing*											
		1953					1954				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)											
11	Net Earnings	27	48	54	34	163	24	41	55	54	174
12	Less: Depreciation	10	14	15	19	58	10	15	22	23	70
13	Profits Before Taxes	17	34	39	15	105	14	26	33	31	104
14	Less: Income Tax Liabilities	8	15	18	7	48	6	12	14	15	47
15	Profits After Taxes	9	19	21	8	57	8	14	19	16	57

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1953-1957 - Concluded

Finance, Insurance and Real Estate															No.
1955					1956					1957			9 mos. 1957	9 mos. 1956	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
88	104	85	74	351	93	98	99	85	375	103	110	90	303	290	1
16	16	13	14	59	17	17	13	16	63	18	18	15	51	47	2
72	88	72	60	292	76	81	86	69	312	85	92	75	252	243	3
32	39	32	26	129	33	36	38	29	136	39	42	35	116	107	4
40	49	40	34	163	43	45	48	40	176	46	50	40	136	136	5
Service															
1955					1956					1957			9 mos. 1957	9 mos. 1956	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
19	27	29	23	98	21	30	30	24	105	22	31	31	84	81	6
10	11	11	11	43	10	11	11	12	44	10	12	12	34	32	7
9	16	18	12	55	11	19	19	12	61	12	19	19	50	49	8
4	7	8	6	25	5	8	9	5	27	5	8	9	22	22	9
5	9	10	6	30	6	11	10	7	34	7	11	10	28	27	10
Other Non-Manufacturing*															
1955					1956					1957			9 mos. 1957	9 mos. 1956	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
(Millions of Dollars)															
23	39	57	52	171	25	43	63	50	181	22	39	51	112	131	11
11	15	23	29	78	12	17	29	25	83	12	17	23	52	58	12
12	24	34	23	93	13	26	34	25	98	10	22	28	60	73	13
5	11	16	11	43	6	12	16	12	46	4	9	12	25	34	14
7	13	18	12	50	7	14	18	13	52	6	13	16	35	39	15

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells.....	Metal Mining.....	100-119
	Fuels.....	120-129
	Non-Metal Mining.....	130-149
	Quarrying, Clay and Sand Pits	150-169
	Prospecting	170-199
Manufacturing:		
Foods and Beverages.....	Foods and Beverages	200-229
Rubber Products	Rubber Products	236-239
Textile Products.....	Textile Products (except Clothing)	250-269
	Clothing (Textile and Fur).....	270-279
Wood Products.....	Wood Products	280-289
Paper Products	Paper Products	290-299
Printing, Publishing and Allied Industries.....	Printing, Publishing and Allied Industries	300-309
Iron and Steel Products	Iron and Steel Products	310-329
	Transportation Equipment	330-339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340-349
Electrical Apparatus and Supplies.....	Electrical Apparatus and Supplies	350-359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360-369
Products of Petroleum and Coal.....	Products of Petroleum and Coal	370-379
Chemical Products	Chemical Products	380-389
Other Manufacturing Industries.....	Miscellaneous Manufacturing Industries	390-399
	Tobacco and Tobacco Products	230-235
	Leather Products	240-249
Transportation, Storage and Communication.....	Transportation	500-519
	Storage	520-539
	Communication.....	540-599
Public Utility Operation ¹	Public Utility Operation ¹	600-699
Wholesale Trade	Trade: Wholesale Trade	700-729
Retail Trade	Trade: Retail Trade	730-799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800-899
Service	Community or Public Service.....	900-909
	Recreation Service	920-929
	Business Service.....	930-939
	Personal Service	940-949
Other Non-Manufacturing	Agriculture	000-079
	Forestry	080-089
	Fishing and Trapping	090-099
	Construction	400-499

1. Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CORPORATION PROFITS

FOURTH QUARTER, 1957

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CORPORATION PROFITS

FOURTH QUARTER, 1957

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of **Canadian** dividends received, after all current charges except depletion, depreciation, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should

not be a charge against National Income. However, for the two groups for which depletion charges are significant—mining and wood and paper products—depletion charges are shown separately in the tables.

Depreciation charges as shown in the tables reflect the rates allowed by the Income Tax Act even though companies are permitted to charge depreciation on their own books at rates different from those used for income tax purposes. The totals published in "Taxation Statistics" form the base for the estimates in this report and the depreciation figures submitted in the survey are used only for interpolation and projection.

Income tax liabilities are calculated for each reporting company, each quarter to obtain totals of tax liabilities for each industrial group. An allowance is then made for profits which are covered by losses in other quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the wood and wood products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

CORPORATION PROFITS - FOURTH QUARTER 1957

Profits before taxes of Canadian corporations were estimated at \$692 million for the fourth quarter of 1957, a decrease of \$94 million, or 12%, from the revised estimate of \$786 million for the fourth quarter of 1956. Cumulative profits before taxes for the twelve months ending December 31, 1957, amounted to an estimated \$3,023 million, a decrease of \$238 million, or 7%, from the \$3,261 million as estimated for the twelve months of 1956. Income tax liabilities for the fourth quarter of 1957 were estimated at \$300 million, a decrease of \$37 million, or 11%, from the \$337 million estimated for the fourth quarter of 1956. Income tax liabilities for the twelve months ending December 31, 1957, decreased an estimated \$96 million, or 7%, from \$1,414 million in 1956 to \$1,318 million in 1957.

Corporation profits after taxes as estimated for the fourth quarter of 1957 decreased \$57 million, or 13%, from \$449 million in the fourth quarter of 1956, to \$392 million. Cumulative profits after taxes for the twelve months ending December 31, 1957, amounted to an estimated \$1,705 million, a decrease of \$142 million, or 8%, from the \$1,847 million estimated for the twelve months of 1956.

In the Manufacturing sector overall profits before taxes decreased \$55 million, or 14%, from an estimated \$404 million in the fourth quarter of 1956, to an estimated \$349 million in the fourth quarter of 1957. The most sizeable decrease is reflected in the Iron and Steel group which dropped \$22 million from \$114 million in the fourth quarter of 1956 to \$92 million in the fourth quarter of 1957. The Petroleum and Coal group decreased \$10 million from \$41 million to \$31 million, the Wood group

decreased \$7 million from \$12 million to \$5 million, the Paper group decreased \$5 million from \$64 million to \$59 million, the Rubber group decreased \$5 million from \$9 million to \$4 million, the Textile group decreased \$4 million from \$14 million to \$10 million, the Electrical Apparatus group decreased \$4 million from \$19 million to \$15 million and the Chemical group decreased \$1 million from \$20 million to \$19 million. The Food and Beverages group increased \$2 million from \$60 million to \$62 million and the Non-Ferrous Metal group increased \$1 million from \$7 million to \$8 million. The other groups in the Manufacturing sector showed no change from the fourth quarter of 1956 to the fourth quarter of 1957.

The Non-Manufacturing sector showed an overall decrease in profits before taxes of \$39 million or 10%, from \$382 million as estimated for the fourth quarter of 1956 to \$343 million for the fourth quarter of 1957. The Mining, Quarrying and Oil Wells group decreased \$24 million from \$75 million to \$51 million, the Wholesale Trade group decreased \$14 million from \$67 million to \$53 million, the Transportation, Storage and Communication group decreased \$9 million from \$60 million to \$51 million, the Other Non-Manufacturing group decreased \$7 million from \$25 million to \$18 million and the Service group decreased \$1 million from \$12 million to \$11 million. The Finance, Insurance and Real Estate group increased \$15 million from \$69 million in the fourth quarter of 1956 to \$84 million in the fourth quarter of 1957 and the Public Utility group increased \$1 million from \$15 million to \$16 million. The Retail Trade group showed no change from 1956 to 1957.

TABLE 1. Summary -- Quarterly Corporation Profits Before Taxes, by Industry, 1956-1957

	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Mining, Quarrying and Oil Wells	103	91	95	75	364	73	70	71	51	265
Manufacturing:										
Foods and Beverages	37	51	63	60	211	38	56	69	62	225
Rubber Products	5	10	7	9	31	5	8	6	4	23
Textile Products	13	11	9	14	47	15	10	10	10	45
Wood Products	26	33	35	12	106	7	21	22	5	55
Paper Products	72	80	73	64	289	50	64	58	59	231
Printing, Publishing and Allied Industries	11	19	11	14	55	12	17	10	14	53
Iron and Steel Products	91	131	111	114	447	115	132	103	92	442
Non-Ferrous Metal Products	11	14	14	7	46	12	10	5	8	35
Electrical Apparatus and Supplies	16	19	15	19	69	15	18	16	15	64
Non-Metallic Mineral Products	11	23	21	13	68	8	20	22	13	63
Products of Petroleum and Coal	35	33	40	41	149	44	39	43	31	157
Chemical Products	24	31	25	20	100	21	29	25	19	94
Other Manufacturing Industries ¹	12	14	16	17	59	13	16	19	17	65
Total	364	469	440	404	1,677	355	440	408	349	1,552
Transportation, Storage and Communication	38	65	77	60	240	37	67	67	51	222
Public Utility Operation	20	14	12	15	61	21	14	11	16	62
Wholesale Trade	48	71	76	67	262	49	74	70	53	246
Retail Trade	22	54	51	59	186	32	56	54	59	201
Finance, Insurance and Real Estate	76	81	86	69	312	85	92	75	84	336
Service	11	19	19	12	61	12	19	19	11	61
Other Non-Manufacturing ²	13	26	34	25	98	10	22	28	18	78
Total All Industries	695	890	890	786	3,261	674	854	803	692	3,023

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary -- Quarterly Corporation Profits After Taxes, by Industry, 1956-1957

	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Mining, Quarrying and Oil Wells	67	59	62	49	237	46	47	47	33	173
Manufacturing:										
Foods and Beverages	20	28	34	33	115	21	31	38	34	124
Rubber Products	3	6	4	5	18	3	5	3	2	13
Textile Products	8	7	6	9	30	10	7	7	6	30
Wood Products	15	19	19	7	60	4	12	11	3	30
Paper Products	40	45	41	34	160	27	35	32	34	128
Printing, Publishing and Allied Industries	6	11	6	8	31	6	10	5	8	29
Iron and Steel Products	48	73	61	62	244	65	73	54	48	240
Non-Ferrous Metal Products	6	8	7	4	25	6	6	3	4	19
Electrical Apparatus and Supplies	8	11	8	9	36	8	9	9	8	34
Non-Metallic Mineral Products	6	13	11	7	37	4	11	12	7	34
Products of Petroleum and Coal	19	18	22	30	89	25	21	23	23	92
Chemical Products	15	19	14	12	60	13	17	14	11	55
Other Manufacturing Industries ¹	7	8	9	10	34	7	9	11	11	38
Total	201	266	242	230	939	199	246	222	199	866
Transportation, Storage and Communication	21	37	43	33	134	20	39	39	27	125
Public Utility Operation	11	8	7	8	34	11	8	6	9	34
Wholesale Trade	26	38	41	37	142	27	40	38	28	133
Retail Trade	11	28	28	32	99	17	31	31	31	110
Finance, Insurance and Real Estate	43	45	48	40	176	46	50	40	48	184
Service	6	11	10	7	34	7	11	10	6	34
Other Non-Manufacturing ²	7	14	18	13	52	6	13	16	11	46
Total All Industries	393	506	499	449	1,847	379	485	449	392	1,705

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1956-1957

	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Net Earnings	1,051	1,280	1,306	1,222	4,859	1,076	1,278	1,235	1,136	4,725
Less: Depreciation	356	390	416	436	1,598	402	424	432	444	1,702
Profits Before Taxes	695	890	890	786	3,261	674	854	803	692	3,023
Less: Income Tax Liabilities	302	384	391	337	1,414	295	369	354	300	1,318
Profits After Taxes	393	506	499	449	1,847	379	485	449	392	1,705

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1957

Mining, Quarrying and Oil Wells										
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Sales	536	547	540	597	2,220	506	543	487	521	2,057
Net Earnings	141	133	140	124	538	114	117	119	100	450
Less: Depreciation	38	42	45	49	174	41	47	48	49	185
Profits Before Taxes	103	91	95	75	364	73	70	71	51	265
Less: Income Tax Liabilities	36	32	33	26	127	27	23	24	18	92
Profits After Taxes	67	59	62	49	237	46	47	47	33	173
Depletion Charged	6	7	6	7	26	7	8	8	8	31
Foods and Beverages										
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Sales	827	896	955	977	3,655	880	976	1,040	1,021	3,917
Net Earnings	54	68	81	77	280	56	74	88	80	298
Less: Depreciation	17	17	18	17	69	18	18	19	18	73
Profits Before Taxes	37	51	63	60	211	38	56	69	62	225
Less: Income Tax Liabilities	17	23	29	27	96	17	25	31	28	101
Profits After Taxes	20	28	34	33	115	21	31	38	34	124
Rubber Products										
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Sales	84	105	95	100	384	89	101	96	88	374
Net Earnings	8	14	11	12	45	8	12	10	7	37
Less: Depreciation	3	4	4	3	14	3	4	4	3	14
Profits Before Taxes	5	10	7	9	31	5	8	6	4	23
Less: Income Tax Liabilities	2	4	3	4	13	2	3	3	2	10
Profits After Taxes	3	6	4	5	18	3	5	3	2	13

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1957 - Continued

	Textile Products									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	373	358	364	418	1,513	378	375	374	388	1,515
Net Earnings	20	18	17	22	77	23	17	19	18	77
Less: Depreciation	7	7	8	8	30	8	7	9	8	32
Profits Before Taxes	13	11	9	14	47	15	10	10	10	45
Less: Income Tax Liabilities	5	4	3	5	17	5	3	3	4	15
Profits After Taxes	8	7	6	9	30	10	7	7	6	30
	Wood Products									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	359	417	452	369	1,597	321	406	439	331	1,497
Net Earnings	36	44	43	23	146	18	33	32	17	100
Less: Depreciation	10	11	8	11	40	11	12	10	12	45
Profits Before Taxes	26	33	35	12	106	7	21	22	5	55
Less: Income Tax Liabilities	11	14	16	5	46	3	9	11	2	25
Profits After Taxes	15	19	19	7	60	4	12	11	3	30
Depletion Charged	1	2	2	1	6	1	2	2	1	6
	Paper Products									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	460	487	542	497	1,986	463	489	544	487	1,983
Net Earnings	96	105	97	89	387	75	90	84	84	333
Less: Depreciation	24	25	24	25	98	25	26	26	25	102
Profits Before Taxes	72	80	73	64	289	50	64	58	59	231
Less: Income Tax Liabilities	32	35	32	30	129	23	29	26	25	103
Profits After Taxes	40	45	41	34	160	27	35	32	34	128
Depletion Charged	1	1	1	1	4	1	1	1	1	4
	Printing, Publishing and Allied Industries									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	142	163	148	174	627	154	170	159	176	659
Net Earnings	15	24	16	20	75	16	21	15	20	72
Less: Depreciation	4	5	5	6	20	4	4	5	6	19
Profits Before Taxes	11	19	11	14	55	12	17	10	14	53
Less: Income Tax Liabilities	5	8	5	6	24	6	7	5	6	24
Profits After Taxes	6	11	6	8	31	6	10	5	8	29

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1957 - Continued

	Iron and Steel Products									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	1,246	1,508	1,505	1,524	5,783	1,448	1,510	1,474	1,398	5,830
Net Earnings	134	176	155	161	626	168	181	150	137	636
Less: Depreciation	43	45	44	47	179	53	49	47	45	194
Profits Before Taxes	91	131	111	114	447	115	132	103	92	442
Less: Income Tax Liabilities	43	58	50	52	203	50	59	49	44	202
Profits After Taxes	48	73	61	62	244	65	73	54	48	240
	Non-Ferrous Metal Products									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Million of Dollars)									
Sales	184	201	197	210	792	194	182	169	186	731
Net Earnings	23	31	36	34	124	32	28	17	29	106
Less: Depreciation	12	17	22	27	78	20	18	12	21	71
Profits Before Taxes	11	14	14	7	46	12	10	5	8	35
Less: Income Tax Liabilities	5	6	7	3	21	6	4	2	4	16
Profits After Taxes	6	8	7	4	25	6	6	3	4	19
	Electrical Apparatus and Supplies									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	294	331	319	349	1,293	315	338	318	338	1,309
Net Earnings	22	26	21	25	94	22	26	23	22	93
Less: Depreciation	6	7	6	6	25	7	8	7	7	29
Profits Before Taxes	16	19	15	19	69	15	18	16	15	64
Less: Income Tax Liabilities	8	8	7	10	33	7	9	7	7	30
Profits After Taxes	8	11	8	9	36	8	9	9	8	34
	Non-Metallic Mineral Products									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	109	148	159	146	562	102	140	162	141	545
Net Earnings	16	29	27	21	93	13	26	29	22	90
Less: Depreciation	5	6	6	8	25	5	6	7	9	27
Profits Before Taxes	11	23	21	13	68	8	20	22	13	63
Less: Income Tax Liabilities	5	10	10	6	31	4	9	10	6	29
Profits After Taxes	6	13	11	7	37	4	11	12	7	34

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1957 - Continued

	Products of Petroleum and Coal									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	454	487	509	548	1,998	523	532	544	555	2,154
Net Earnings	53	55	63	64	235	68	62	68	60	258
Less: Depreciation	18	22	23	23	86	24	23	25	29	101
Profits Before Taxes	35	33	40	41	149	44	39	43	31	157
Less: Income Tax Liabilities	16	15	18	11	60	19	18	20	8	65
Profits After Taxes	19	18	22	30	89	25	21	23	23	92
	Chemical Products									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	282	325	296	298	1,201	301	343	327	312	1,283
Net Earnings	35	42	37	32	146	33	40	38	33	144
Less: Depreciation	11	11	12	12	46	12	11	13	14	50
Profits Before Taxes	24	31	25	20	100	21	29	25	19	94
Less: Income Tax Liabilities	9	12	11	8	40	8	12	11	8	39
Profits After Taxes	15	19	14	12	60	13	17	14	11	55
	Other Manufacturing Industries*									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	178	195	193	207	773	189	209	213	206	817
Net Earnings	15	18	19	20	72	16	19	22	20	77
Less: Depreciation	3	4	3	3	13	3	3	3	3	12
Profits Before Taxes	12	14	16	17	59	13	16	19	17	65
Less: Income Tax Liabilities	5	6	7	7	25	6	7	8	6	27
Profits After Taxes	7	8	9	10	34	7	9	11	11	38
	Total - Manufacturing									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	4,992	5,621	5,734	5,817	22,164	5,357	5,771	5,859	5,627	22,614
Net Earnings	527	650	623	600	2,400	548	629	595	549	2,321
Less: Depreciation	163	181	183	196	723	193	189	187	200	769
Profits Before Taxes	364	469	440	404	1,677	355	440	408	349	1,552
Less: Income Tax Liabilities	163	203	198	174	738	156	194	186	150	686
Profits After Taxes	201	266	242	230	939	199	246	222	199	866

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1957 - Continued

Transportation, Storage and Communication										
	1956					1957				
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total
(Millions of Dollars)										
Sales	502	614	654	630	2,400	528	648	656	623	2,455
Net Earnings	110	144	165	145	564	115	157	164	143	579
Less: Depreciation	72	79	88	85	324	78	90	97	92	357
Profits Before Taxes	38	65	77	60	240	37	67	67	51	222
Less: Income Tax Liabilities	17	28	34	27	106	17	28	28	24	97
Profits after Taxes	21	37	43	33	134	20	39	39	27	125
Public Utility Operation										
	1956					1957				
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total
(Millions of Dollars)										
Sales	87	76	73	84	320	98	84	77	94	353
Net Earnings	34	28	26	29	117	36	29	26	31	122
Less: Depreciation	14	14	14	14	56	15	15	15	15	60
Profits Before Taxes	20	14	12	15	61	21	14	11	16	62
Less: Income Tax Liabilities	9	6	5	7	27	10	6	5	7	28
Profits After Taxes	11	8	7	8	34	11	8	6	9	34
Wholesale Trade										
	1956					1957				
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total
(Millions of Dollars)										
Sales	1,968	2,370	2,476	2,508	9,322	2,070	2,451	2,461	2,347	9,329
Net Earnings	62	84	92	87	325	68	93	87	71	319
Less: Depreciation	14	13	16	20	63	19	19	17	18	73
Profits Before Taxes	48	71	76	67	262	49	74	70	53	246
Less: Income Tax Liabilities	22	33	35	30	120	22	34	32	25	113
Profits After Taxes	26	38	41	37	142	27	40	38	28	133
Retail Trade										
	1956					1957				
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total
(Millions of dollars)										
Sales	1,549	1,936	1,889	1,967	7,341	1,771	1,993	1,933	2,004	7,701
Net Earnings	38	70	68	78	254	48	73	72	78	271
Less: Depreciation	16	16	17	19	68	16	17	18	19	70
Profits Before Taxes	22	54	51	59	186	32	56	54	59	201
Less: Income Tax Liabilities	11	26	23	27	87	15	25	23	28	91
Profits After Taxes	11	28	28	32	99	17	31	31	31	110

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1957 - Concluded

Finance, Insurance and Real Estate										
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Net Earnings	93	98	99	85	375	103	110	90	101	404
Less: Depreciation	17	17	13	16	63	18	18	15	17	68
Profits Before Taxes	76	81	86	69	312	85	92	75	84	336
Less: Income Tax Liabilities	33	36	38	29	136	39	42	35	36	152
Profits After Taxes	43	45	48	40	176	46	50	40	48	184
Service										
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Net Earnings	21	30	30	24	105	22	31	31	24	108
Less: Depreciation	10	11	11	12	44	10	12	12	13	47
Profits Before Taxes	11	19	19	12	61	12	19	19	11	61
Less: Income Tax Liabilities	5	8	9	5	27	5	8	9	5	27
Profits After Taxes	6	11	10	7	34	7	11	10	6	34
Other Non-Manufacturing*										
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Net Earnings	25	43	63	50	181	22	39	51	39	151
Less: Depreciation	12	17	29	25	83	12	17	23	21	73
Profits Before Taxes	13	26	34	25	98	10	22	28	18	78
Less: Income Tax Liabilities	6	12	16	12	46	4	9	12	7	32
Profits After Taxes	7	14	18	13	52	6	13	16	11	46

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100-119
	Fuels	120-129
	Non-Metal Mining	130-149
	Quarrying, Clay and Sand Pits	150-169
	Prospecting	170-199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200-229
Rubber Products	Rubber Products	236-239
Textile Products	Textile Products (except Clothing)	250-269
	Clothing (Textile and Fur)	270-279
Wood Products	Wood Products	280-289
Paper Products	Paper Products	290-299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300-309
Iron and Steel Products	Iron and Steel Products	310-329
	Transportation Equipment	330-339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340-349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350-359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360-369
Products of Petroleum and Coal	Products of Petroleum and Coal	370-379
Chemical Products	Chemical Products	380-389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390-399
	Tobacco and Tobacco Products	230-235
	Leather Products	240-249
Transportation, Storage and Communication	Transportation	500-519
	Storage	520-539
	Communication	540-599
Public Utility Operation ¹	Public Utility Operation ¹	600-699
Wholesale Trade	Trade: Wholesale Trade	700-729
Retail Trade	Trade: Retail Trade	730-799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800-899
Service	Community or Public Service	900-909
	Recreation Service	920-929
	Business Service	930-939
	Personal Service	940-949
Other Non-Manufacturing	Agriculture	000-079
	Forestry	080-089
	Fishing and Trapping	090-099
	Construction	400-499

1. Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CORPORATION PROFITS
FIRST QUARTER, 1958

Published by Authority of
The Honourable Gordon Churchill, Minister of Trade and Commerce

DOMINION BUREAU OF STATISTICS
General Assignments Division

CORPORATION PROFITS

FIRST QUARTER, 1958

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are estimated quarterly and are based on figures supplied by reporting companies. Adjustments are made to the quarterly estimates to cover losses in prior quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the paper products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

CORPORATION PROFITS - FIRST QUARTER, 1958

Corporation profits before income taxes for the first quarter of 1958 were estimated at \$540 million, a decrease of \$134 million or 20 per cent, from the first quarter, 1957, estimate of \$674 million.

Income tax liabilities were estimated at \$235 million for the first quarter of 1958 as compared with the estimate of \$295 million for the first quarter of 1957, a decrease of \$60 million or 20 per cent.

Corporation profits after taxes as estimated for the first quarter of 1958 decreased \$74 million, or 20 per cent, from \$379 million in the first quarter of 1957 to \$305 million in the first quarter of 1958.

In the Manufacturing sector overall profits before taxes decreased \$77 million, or 22 per cent, from an estimated \$355 million in the first quarter of 1957 to an estimated \$278 million in the first quarter of 1958. From the first quarter of 1957 to the first quarter of 1958, the Iron and Steel group decreased \$40 million, from \$115 million to \$75 million; the Petroleum and Coal group decreased \$21 million, from \$44 million to \$23 million; the Non-Ferrous Metal group decreased \$7 million, from \$12 million to \$5 million; the Textile group decreased \$5 million, from \$15 million to \$10 million; the Rubber group decreased \$4 million, from \$5 million to \$1 million; the Paper group decreased \$2 million, from \$50 million to \$48 million; and the Chemical group and

the Non-Metallic Mineral group each decreased \$1 million, from \$21 million to \$20 million and from \$8 million to \$7 million respectively. Increases in profits before taxes from the first quarter of 1957 to the first quarter of 1958 were reflected in the Foods and Beverages group which increased \$2 million, from \$38 million to \$40 million; the Electrical Apparatus group which increased \$1 million, from \$15 million to \$16 million; and the Other Manufacturing group which increased \$1 million, from \$13 million to \$14 million. The Wood Products group and the Printing and Publishing group reflected no change from the previous year.

In the Non-Manufacturing sector profits before taxes also showed an overall decrease from the first quarter of 1957 to the first quarter of 1958, from \$319 million to \$262 million, a decrease of \$57 million or 18 per cent. The Mining group decreased \$28 million, from \$73 million to \$45 million; the Wholesale Trade group decreased \$17 million, from \$49 million to \$32 million; the Transportation group decreased \$8 million, from \$37 million to \$29 million; the Finance group decreased \$7 million, from \$85 million to \$78 million; and the Service group decreased \$1 million, from \$12 million to \$11 million. The Other Non-Manufacturing group increased \$2 million, from \$10 million to \$12 million, and the Public Utility and Retail Trade groups each increased \$1 million, from \$21 million to \$22 million and from \$32 million to \$33 million respectively.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1956-1958

	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Mining, Quarrying and Oil Wells.....	103	91	95	75	364	73	70	71	51	265	45
Manufacturing:											
Foods and Beverages.....	37	51	63	60	211	38	56	69	62	225	40
Rubber Products.....	5	10	7	9	31	5	8	6	4	23	1
Textile Products.....	13	11	9	14	47	15	10	10	10	45	10
Wood Products.....	26	33	35	12	106	7	21	22	5	55	7
Paper Products.....	72	80	73	64	289	50	64	58	59	231	48
Printing, Publishing and Allied Industries	11	19	11	14	55	12	17	10	14	53	12
Iron and Steel Products.....	91	131	111	114	447	115	132	103	92	442	75
Non-Ferrous Metal Products.....	11	14	14	7	46	12	10	5	8	35	5
Electrical Apparatus and Supplies.....	16	19	15	19	69	15	18	16	15	64	16
Non-Metallic Mineral Products.....	11	23	21	13	68	8	20	22	13	63	7
Products of Petroleum and Coal.....	35	33	40	41	149	44	39	43	31	157	23
Chemical Products.....	24	31	25	20	100	21	29	25	19	94	20
Other Manufacturing Industries ¹	12	14	16	17	59	13	16	19	17	65	14
Total.....	364	469	440	404	1,677	355	440	408	349	1,552	278
Transportation, Storage and Communication..	38	65	77	60	240	37	67	67	51	222	29
Public Utility Operation.....	20	14	12	15	61	21	14	11	16	62	22
Wholesale Trade.....	48	71	76	67	262	49	74	70	53	246	32
Retail Trade.....	22	54	51	59	186	32	56	54	59	201	33
Finance, Insurance and Real Estate.....	76	81	86	69	312	85	92	75	84	336	78
Service.....	11	19	19	12	61	12	19	19	11	61	11
Other Non-Manufacturing ²	13	26	34	25	98	10	22	28	18	78	12
Total All Industries.....	695	890	890	786	3,261	674	854	803	692	3,023	540

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1956-1958

	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Mining, Quarrying and Oil Wells.....	67	59	62	49	237	46	47	47	33	173	31
Manufacturing:											
Foods and Beverages.....	20	28	34	33	115	21	31	38	34	124	21
Rubber Products.....	3	6	4	5	18	3	5	3	2	13	-
Textile Products.....	8	7	6	9	30	10	7	7	6	30	6
Wood Products.....	15	19	19	7	60	4	12	11	3	30	4
Paper Products.....	40	45	41	34	160	27	35	32	34	128	26
Printing, Publishing and Allied Industries	6	11	6	8	31	6	10	5	8	29	7
Iron and Steel Products.....	48	73	61	62	244	65	73	54	48	240	42
Non-Ferrous Metal Products.....	6	8	7	4	25	6	6	3	4	19	3
Electrical Apparatus and Supplies.....	8	11	8	9	36	8	9	9	8	34	9
Non-Metallic Mineral Products.....	6	13	11	7	37	4	11	12	7	34	4
Products of Petroleum and Coal.....	19	18	22	30	89	25	21	23	23	92	12
Chemical Products.....	15	19	14	12	60	13	17	14	11	55	12
Other Manufacturing Industries ¹	7	8	9	10	34	7	9	11	11	38	7
Total.....	201	266	242	230	939	199	246	222	199	866	153
Transportation, Storage and Communication..	21	37	43	33	134	20	39	39	27	125	15
Public Utility Operation.....	11	8	7	8	34	11	8	6	9	34	12
Wholesale Trade.....	26	38	41	37	142	27	40	38	28	133	17
Retail Trade.....	11	28	28	32	99	17	31	31	31	110	18
Finance, Insurance and Real Estate.....	43	45	48	40	176	46	50	40	48	184	46
Service.....	6	11	10	7	34	7	11	10	6	34	6
Other Non-Manufacturing ²	7	14	18	13	52	6	13	16	11	46	7
Total All Industries.....	393	506	499	449	1,947	379	485	449	392	1,705	305

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1956-1958

	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings.....	1,051	1,280	1,306	1,222	4,859	1,076	1,278	1,235	1,136	4,725	963
Less: Capital Cost Allowance....	356	390	416	436	1,598	402	424	432	444	1,702	423
Profits Before Taxes.....	695	890	890	786	3,261	674	854	803	692	3,023	540
Less: Income Tax Liabilities	302	384	391	337	1,414	295	369	354	300	1,318	235
Profits After Taxes	393	506	499	449	1,847	379	485	449	392	1,705	305

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1958

Mining, Quarrying and Oil Wells											
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	536	547	540	597	2,220	506	543	487	521	2,057	468
Net Earnings.....	141	133	140	124	538	114	117	119	100	450	99
Less: Capital Cost Allowance....	38	42	45	49	174	41	47	48	49	185	54
Profits Before Taxes.....	103	91	95	75	364	73	70	71	51	265	45
Less: Income Tax Liabilities	36	32	33	26	127	27	23	24	18	92	14
Profits After Taxes	67	59	62	49	237	46	47	47	33	173	31
Depletion Charged	6	7	6	7	26	7	8	8	8	31	6
Foods and Beverages											
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	827	896	955	977	3,655	880	976	1,040	1,021	3,917	925
Net Earnings.....	54	68	81	77	280	56	74	88	80	298	59
Less: Capital Cost Allowance....	17	17	18	17	69	18	18	19	18	73	19
Profits Before Taxes.....	37	51	63	60	211	38	56	69	62	225	40
Less: Income Tax Liabilities	17	23	29	27	96	17	25	31	28	101	19
Profits After Taxes	20	28	34	33	115	21	31	38	34	124	21
Rubber Products											
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	84	105	95	100	384	89	101	96	88	374	77
Net Earnings.....	8	14	11	12	45	8	12	10	7	37	4
Less: Capital Cost Allowance....	3	4	4	3	14	3	4	4	3	14	3
Profits Before Taxes.....	5	10	7	9	31	5	8	6	4	23	1
Less: Income Tax Liabilities	2	4	3	4	13	2	3	3	2	10	1
Profits After Taxes	3	6	4	5	18	3	5	3	2	13	-

Note: ¹ Depletion charges have not been deducted from profits.
² Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1958 - Continued

	Textile Products										
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	373	358	364	418	1,513	378	375	374	388	1,515	353
Net Earnings	20	18	17	22	77	23	17	19	18	77	18
Less: Capital Cost Allowance ..	7	7	8	8	30	8	7	9	8	32	8
Profits Before Taxes	13	11	9	14	47	15	10	10	10	45	10
Less: Income Tax Liabilities	5	4	3	5	17	5	3	3	4	15	4
Profits After Taxes	8	7	6	9	30	10	7	7	6	30	6
	Wood Products										
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	359	417	452	369	1,597	321	406	439	331	1,497	321
Net Earnings	36	44	43	23	146	18	33	32	17	100	19
Less: Capital Cost Allowance ..	10	11	8	11	40	11	12	10	12	45	12
Profits Before Taxes	26	33	35	12	106	7	21	22	5	55	7
Less: Income Tax Liabilities	11	14	16	5	46	3	9	11	2	25	3
Profits After Taxes	15	19	19	7	60	4	12	11	3	30	4
Depletion Charged	1	2	2	1	6	1	2	2	1	6	1
	Paper Products										
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	460	487	542	497	1,986	463	489	544	487	1,983	446
Net Earnings	96	105	97	89	387	75	90	84	84	333	73
Less: Capital Cost Allowance ..	24	25	24	25	98	25	26	26	25	102	25
Profits Before Taxes	72	80	73	64	289	50	64	58	59	231	48
Less: Income Tax Liabilities	32	35	32	30	129	23	29	26	25	103	22
Profits After Taxes	40	45	41	34	160	27	35	32	34	128	26
Depletion Charged	1	1	1	1	4	1	1	1	1	4	1
	Printing, Publishing and Allied Industries										
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	142	163	148	174	627	154	170	159	176	659	158
Net Earnings	15	24	16	20	75	16	21	15	20	72	16
Less: Capital Cost Allowance ..	4	5	5	6	20	4	4	5	6	19	4
Profits Before Taxes	11	19	11	14	55	12	17	10	14	53	12
Less: Income Tax Liabilities	5	8	5	6	24	6	7	5	6	24	5
Profits After Taxes	6	11	6	8	31	6	10	5	8	29	7

Note: ¹ Depletion charges have not been deducted from profits.
² Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956 - 1958 - Continued

	Iron and Steel Products										
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	1,246	1,508	1,505	1,524	5,783	1,448	1,510	1,474	1,398	5,830	1,265
Net Earnings	134	176	155	161	626	168	181	150	137	636	123
Less: Capital Cost Allowance ..	43	45	44	47	179	53	49	47	45	194	48
Profits Before Taxes	91	131	111	114	447	115	132	103	92	442	75
Less: Income Tax Liabilities	43	58	50	52	203	50	59	49	44	202	33
Profits After Taxes	48	73	61	62	244	65	73	54	48	240	42
	Non-Ferrous Metal Products										
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	184	201	197	210	792	194	182	169	186	731	163
Net Earnings	23	31	36	34	124	32	28	17	29	106	20
Less: Capital Cost Allowance ..	12	17	22	27	78	20	18	12	21	71	15
Profits Before Taxes	11	14	14	7	46	12	10	5	8	35	5
Less: Income Tax Liabilities	5	6	7	3	21	6	4	2	4	16	2
Profits After Taxes	6	8	7	4	25	6	6	3	4	19	3
	Electrical Apparatus and Supplies										
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	294	331	319	349	1,293	315	338	318	338	1,309	299
Net Earnings	22	26	21	25	94	22	26	23	22	93	23
Less: Capital Cost Allowance ..	6	7	6	6	25	7	8	7	7	29	7
Profits Before Taxes	16	19	15	19	69	15	18	16	15	64	16
Less: Income Tax Liabilities	8	8	7	10	33	7	9	7	7	30	7
Profits After Taxes	8	11	8	9	36	8	9	9	8	34	9
	Non-Metallic Mineral Products										
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	109	148	159	146	562	102	140	162	141	545	100
Net Earnings	16	29	27	21	93	13	26	29	22	90	12
Less: Capital Cost Allowance ..	5	6	6	8	25	5	6	7	9	27	5
Profits Before Taxes	11	23	21	13	68	8	20	22	13	63	7
Less: Income Tax Liabilities	5	10	10	6	31	4	9	10	6	29	3
Profits After Taxes	6	13	11	7	37	4	11	12	7	34	4

Note: ¹ Depletion charges have not been deducted from profits.

² Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1958 - Continued

	Products of Petroleum and Coal										
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	454	487	509	548	1,998	523	532	544	555	2,154	499
Net Earnings	53	55	63	64	235	68	62	68	60	258	48
Less: Capital Cost Allowance ..	18	22	23	23	86	24	23	25	29	101	25
Profits Before Taxes	35	33	40	41	149	44	39	43	31	157	23
Less: Income Tax Liabilities	16	15	18	11	60	19	18	20	8	65	11
Profits After Taxes	19	18	22	30	89	25	21	23	23	92	12
	Chemical Products										
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	282	325	296	298	1,201	301	343	327	312	1,283	314
Net Earnings	35	42	37	32	146	33	40	38	33	144	33
Less: Capital Cost Allowance ..	11	11	12	12	46	12	11	13	14	50	13
Profits Before Taxes	24	31	25	20	100	21	29	25	19	94	20
Less: Income Tax Liabilities	9	12	11	8	40	8	12	11	8	39	8
Profits After Taxes	15	19	14	12	60	13	17	14	11	55	12
	Other Manufacturing Industries*										
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	178	195	193	207	773	189	209	213	206	817	196
Net Earnings	15	18	19	20	72	16	19	22	20	77	17
Less: Capital Cost Allowance ..	3	4	3	3	13	3	3	3	3	12	3
Profits Before Taxes	12	14	16	17	59	13	16	19	17	65	14
Less: Income Tax Liabilities	5	6	7	7	25	6	7	8	6	27	7
Profits After Taxes	7	8	9	10	34	7	9	11	11	38	7
	Total - Manufacturing										
	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	4,992	5,621	5,734	5,817	22,164	5,357	5,771	5,859	5,627	22,614	5,116
Net Earnings	527	650	623	600	2,400	548	629	595	549	2,321	465
Less: Capital Cost Allowance ..	163	181	183	196	723	193	189	187	200	769	187
Profits Before Taxes	364	469	440	404	1,677	355	440	408	349	1,552	278
Less: Income Tax Liabilities	163	203	198	174	738	156	194	186	150	686	125
Profits After Taxes	201	266	242	230	939	199	246	222	199	866	153

Note: ¹ Depletion charges have not been deducted from profits.

² Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1958 - Continued

Transportation, Storage and Communication											
	1956					1957					1958
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q
millions of dollars											
Sales	502	614	654	630	2,400	528	648	656	623	2,455	533
Net Earnings	110	144	165	145	564	115	157	164	143	579	114
Less: Capital Cost Allowance ..	72	79	88	85	324	78	90	97	92	357	85
Profits Before Taxes	38	65	77	60	240	37	67	67	51	222	29
Less: Income Tax Liabilities	17	28	34	27	106	17	28	28	24	97	14
Profits after Taxes	21	37	43	33	134	20	39	39	27	125	15

Public Utility Operation											
	1956					1957					1958
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q
millions of dollars											
Sales	87	76	73	84	320	98	84	77	94	353	108
Net Earnings	34	28	26	29	117	36	29	26	31	122	39
Less: Capital Cost Allowance ..	14	14	14	14	56	15	15	15	15	60	17
Profits Before Taxes	20	14	12	15	61	21	14	11	16	62	22
Less: Income Tax Liabilities	9	6	5	7	27	10	6	5	7	28	10
Profits After Taxes	11	8	7	8	34	11	8	6	9	34	12

Wholesale Trade											
	1956					1957					1958
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q
millions of dollars											
Sales	1,968	2,370	2,476	2,508	9,322	2,070	2,451	2,461	2,347	9,329	1,956
Net Earnings	62	84	92	87	325	68	93	87	71	319	53
Less: Capital Cost Allowance....	14	13	16	20	63	19	19	17	18	73	21
Profits Before Taxes	48	71	76	67	262	49	74	70	53	246	32
Less: Income Tax Liabilities	22	33	35	30	120	22	34	32	25	113	15
Profits After Taxes	26	38	41	37	142	27	40	38	28	133	17

Retail Trade											
	1956					1957					1958
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q
millions of dollars											
Sales	1,549	1,936	1,889	1,967	7,341	1,771	1,993	1,933	2,004	7,701	1,850
Net Earnings	38	70	68	78	254	48	73	72	78	271	50
Less: Capital Cost Allowance ..	16	16	17	19	68	16	17	18	19	70	17
Profits Before Taxes	22	54	51	59	186	32	56	54	59	201	33
Less: Income Tax Liabilities	11	26	23	27	87	15	25	23	28	91	15
Profits After Taxes	11	28	28	32	99	17	31	31	31	110	18

Note: ¹ Depletion charges have not been deducted from profits.
² Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1956-1958 - Concluded

Finance, Insurance and Real Estate

	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	93	98	99	85	375	103	110	90	101	404	97
Less: Capital Cost Allowance	17	17	13	16	63	18	18	15	17	68	19
Profits Before Taxes	76	81	86	69	312	85	92	75	84	336	78
Less: Income Tax Liabilities	33	36	38	29	136	39	42	35	36	152	32
Profits After Taxes	43	45	48	40	176	46	50	40	48	184	46

Service

	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	21	30	30	24	105	22	31	31	24	108	21
Less: Capital Cost Allowance	10	11	11	12	44	10	12	12	13	47	10
Profits Before Taxes	11	19	19	12	61	12	19	19	11	61	11
Less: Income Tax Liabilities	5	8	9	5	27	5	8	9	5	27	5
Profits After Taxes	6	11	10	7	34	7	11	10	6	34	6

Other Non-Manufacturing*

	1956					1957					1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	25	43	63	50	181	22	39	51	39	151	25
Less: Capital Cost Allowance	12	17	29	25	83	12	17	23	21	73	13
Profits Before Taxes	13	26	34	25	98	10	22	28	18	78	12
Less: Income Tax Liabilities	6	12	16	12	46	4	9	12	7	32	5
Profits After Taxes	7	14	18	13	52	6	13	16	11	46	7

Note: ¹ Depletion charges have not been deducted from profits.

² Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100 - 119
	Fuels	120 - 129
	Non-Metal Mining	130 - 149
	Quarrying, Clay and Sand Pits	150 - 169
	Prospecting	170 - 199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200 - 229
Rubber Products	Rubber Products	236 - 239
Textile Products	Textile Products (except Clothing)	250 - 269
	Clothing (Textile and Fur)	270 - 279
Wood Products	Wood Products	280 - 289
Paper Products	Paper Products	290 - 299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300 - 309
Iron and Steel Products	Iron and Steel Products	310 - 329
	Transportation Equipment	330 - 339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340 - 349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350 - 359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360 - 369
Products of Petroleum and Coal	Products of Petroleum and Coal	370 - 379
Chemical Products	Chemical Products	380 - 389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390 - 399
	Tobacco and Tobacco Products	230 - 235
	Leather Products	240 - 249
Transportation, Storage and Communication	Transportation	500 - 519
	Storage	520 - 539
	Communication	540 - 599
Public Utility Operation ¹	Public Utility Operation ¹	600 - 699
Wholesale Trade	Trade: Wholesale Trade	700 - 729
Retail Trade	Trade: Retail Trade	730 - 799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800 - 899
Service	Community or Public Service	900 - 909
	Recreation Service	920 - 929
	Business Service	930 - 939
	Personal Service	940 - 949
Other Non-Manufacturing	Agriculture	000 - 079
	Forestry	080 - 089
	Fishing and Trapping	090 - 099
	Construction	400 - 499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CORPORATION PROFITS
SECOND QUARTER, 1958

Published by Authority of
The Honourable Gordon Churchill, Minister of Trade and Commerce

DOMINION BUREAU OF STATISTICS
General Assignments Division

CORPORATION PROFITS

SECOND QUARTER, 1958

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are estimated quarterly and are based on figures supplied by reporting companies. Adjustments are made to the quarterly estimates to cover losses in prior quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the paper products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

Corporation profits before income taxes were estimated at \$730 million for the second quarter of 1958, a decrease of \$124 million, or 14.5 per cent, from the second quarter, 1957, estimate of \$854 million. Cumulative profits before taxes for the six months ending June 30, 1958, amounted to an estimated \$1,270 million, a decrease of \$258 million, or 16.9 per cent, from the \$1,528 million estimated for the same period in 1957.

Income tax liabilities for the second quarter of 1958 were estimated at \$313 million, a decrease of \$56 million, or 15.2 per cent, from the second quarter, 1957, estimate of \$369 million. Income tax liabilities were estimated at \$584 million for the first six months of 1958, a decrease of \$116 million, or 17.5 per cent, from the \$664 million estimated for the first six months of the preceding year.

Corporation profits after taxes, as estimated for the second quarter of 1958, decreased \$68 million, or 14.0 per cent, from \$485 million in the second quarter of 1957 to \$417 million in the second quarter of 1958. Cumulative profits after taxes decreased an estimated \$142 million, or 16.4 per cent, from \$864 million for the six months ending June 30, 1957, to \$722 million for the same six months of 1958.

In the Manufacturing sector overall profits before taxes for the second quarter of 1958 showed a decrease of \$68 million, or 15.5 per cent, from \$440 million in 1957 to \$372 million in 1958. This decrease is reflected in all but three industry groups. Foods and Beverages increased \$6 million

from \$56 million in the second quarter of 1957 to \$62 million in the second quarter of 1958; Printing, Publishing and Allied Industries increased \$2 million from \$17 million to \$19 million and Chemical Products increased \$1 million from \$29 million to \$30 million. The Iron and Steel group decreased \$29 million from \$132 million to \$103 million, the Petroleum and Coal group decreased \$26 million from \$39 million to \$13 million, the Paper group decreased \$6 million from \$64 million to \$58 million, the Electrical Apparatus group decreased \$6 million from \$18 million to \$12 million, the Non-Metallic group decreased \$3 million from \$20 million to \$17 million, the Non-Ferrous group decreased \$3 million from \$10 million to \$7 million, the Textile group decreased \$2 million from \$10 million to \$8 million, the Wood group decreased \$1 million from \$21 million to \$20 million and the Rubber group decreased \$1 million from \$8 million to \$7 million.

The Non-Manufacturing sector showed an overall decrease in profits before taxes of \$56 million, or 13.5 per cent, in the second quarter of 1958, from \$414 million in 1957 to \$358 million in 1958. The most sizeable decrease occurred in the Mining group which dropped \$29 million from \$70 million to \$41 million. The Transportation group decreased \$15 million from \$67 million to \$52 million, the Wholesale Trade group decreased \$12 million from \$74 million to \$62 million, the Finance group decreased \$3 million from \$92 million to \$89 million and the Service group decreased \$1 million from \$19 million to \$18 million. The Other Non-Manufacturing group increased \$3 million from \$22 million to \$25 million and the Public Utility group increased \$1 million from \$14 million to \$15 million.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1957-1958

	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Mining, Quarrying and Oil Wells	73	70	71	51	265	45	41	86	143
Manufacturing:									
Foods and Beverages	38	56	69	62	225	40	62	102	94
Rubber Products	5	8	6	4	23	1	7	8	13
Textile Products	15	10	10	10	45	10	8	18	25
Wood Products	7	21	22	5	55	7	20	27	28
Paper Products	50	64	58	59	231	48	58	106	114
Printing, Publishing and Allied Industries	12	17	10	14	53	12	19	31	29
Iron and Steel Products	115	132	103	92	442	75	103	178	247
Non-Ferrous Metal Products	12	10	5	8	35	5	7	12	22
Electrical Apparatus and Supplies	15	18	16	15	64	16	12	28	33
Non-Metallic Mineral Products	8	20	22	13	63	7	17	24	28
Products of Petroleum and Coal	44	39	43	31	157	23	13	36	83
Chemical Products	21	29	25	19	94	20	30	50	50
Other Manufacturing Industries ¹	13	16	19	17	65	14	16	30	29
Total	355	440	408	349	1,552	278	372	650	795
Transportation, Storage and Communication ...	37	67	67	51	222	29	52	81	104
Public Utility Operation	21	14	11	16	62	22	15	37	35
Wholesale Trade	49	74	70	53	246	32	62	94	123
Retail Trade	32	56	54	59	201	33	56	89	88
Finance, Insurance and Real Estate	85	92	75	84	336	78	89	167	177
Service	12	19	19	11	61	11	18	29	31
Other Non-Manufacturing ²	10	22	28	18	78	12	25	37	32
Total All Industries	674	854	803	692	3,023	540	730	1,270	1,528

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1957-1958

	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Mining, Quarrying and Oil Wells	46	47	47	33	173	31	33	64	93
Manufacturing:									
Foods and Beverages	21	31	38	34	124	21	34	55	52
Rubber Products	3	5	3	2	13	-	4	4	8
Textile Products	10	7	7	6	30	6	5	11	17
Wood Products	4	12	11	3	30	4	12	16	16
Paper Products	27	35	32	34	128	26	31	57	62
Printing, Publishing and Allied Industries	6	10	5	8	29	7	11	18	16
Iron and Steel Products	65	73	54	48	240	42	56	98	138
Non-Ferrous Metal Products	6	6	3	4	19	3	4	7	12
Electrical Apparatus and Supplies	8	9	9	8	34	9	6	15	17
Non-Metallic Mineral Products	4	11	12	7	34	4	9	13	15
Products of Petroleum and Coal	25	21	23	23	92	12	4	16	46
Chemical Products	13	17	14	11	55	12	17	29	30
Other Manufacturing Industries ¹	7	9	11	11	38	7	9	16	16
Total	199	246	222	199	866	153	202	355	445
Transportation, Storage and Communication ...	20	39	39	27	125	15	29	44	59
Public Utility Operation	11	8	6	9	34	12	8	20	19
Wholesale Trade	27	40	38	28	133	17	36	53	67
Retail Trade	17	31	31	31	110	18	33	51	48
Finance, Insurance and Real Estate	46	50	40	48	184	46	50	96	96
Service	7	11	10	6	34	6	12	18	18
Other Non-Manufacturing ²	6	13	16	11	46	7	14	21	19
Total All Industries	379	485	449	392	1,705	305	417	722	864

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1957-1958

	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Net Earnings	1,076	1,278	1,235	1,136	4,725	963	1,161	2,124	2,354
Less: Capital Cost Allowance	402	424	432	444	1,702	423	431	854	826
Profits Before Taxes	674	854	803	692	3,023	540	730	1,270	1,528
Less: Income Tax Liabilities	295	369	354	300	1,318	235	313	548	664
Profits After Taxes	379	485	449	392	1,705	305	417	722	864

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1958

	Mining, Quarrying and Oil Wells								
	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	506	543	487	521	2,057	468	493	961	1,049
Net Earnings	114	117	119	100	450	99	94	193	211
Less: Capital Cost Allowance	41	47	48	49	185	54	53	107	88
Profits Before Taxes	73	70	71	51	265	45	41	86	143
Less: Income Tax Liabilities	27	23	24	18	92	14	8	22	50
Profits After Taxes	46	47	47	33	173	31	33	64	93
Depletion Charged	7	8	8	8	31	6	6	12	15
	Foods and Beverages								
	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	880	976	1,040	1,021	3,917	925	1,043	1,968	1,856
Net Earnings	56	74	88	80	298	59	80	139	130
Less: Capital Cost Allowance	18	18	19	18	73	19	18	37	36
Profits Before Taxes	38	56	69	62	225	40	62	102	94
Less: Income Tax Liabilities	17	25	31	28	101	19	28	47	42
Profits After Taxes	21	31	38	34	124	21	34	55	52
	Rubber Products								
	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	89	101	96	88	374	77	97	174	190
Net Earnings	8	12	10	7	37	4	11	15	20
Less: Capital Cost Allowance	3	4	4	3	14	3	4	7	7
Profits Before Taxes	5	8	6	4	23	1	7	8	13
Less: Income Tax Liabilities	2	3	3	2	10	1	3	4	5
Profits After Taxes	3	5	3	2	13	-	4	4	8

Note: ¹ Depletion charges have not been deducted from profits.
² Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1958 - Continued

	Textile Products								
	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	378	375	374	388	1,515	353	363	716	753
Net Earnings	23	17	19	18	77	18	15	33	40
Less: Capital Cost Allowance	8	7	9	8	32	8	7	15	15
Profits Before Taxes	15	10	10	10	45	10	8	18	25
Less: Income Tax Liabilities	5	3	3	4	15	4	3	7	8
Profits After Taxes	10	7	7	6	30	6	5	11	17
	Wood Products								
	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	321	406	439	331	1,497	321	416	737	727
Net Earnings	18	33	32	17	100	19	31	50	51
Less: Capital Cost Allowance	11	12	10	12	45	12	11	23	23
Profits Before Taxes	7	21	22	5	55	7	20	27	28
Less: Income Tax Liabilities	3	9	11	2	25	3	8	11	12
Profits After Taxes	4	12	11	3	30	4	12	16	16
Depletion Charged	1	2	2	1	6	1	2	3	3
	Paper Products								
	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	463	489	544	487	1,983	446	477	923	952
Net Earnings	75	90	84	84	333	73	84	157	165
Less: Capital Cost Allowance	25	26	26	25	102	25	26	51	51
Profits Before Taxes	50	64	58	59	231	48	58	106	114
Less: Income Tax Liabilities	23	29	26	25	103	22	27	49	52
Profits After Taxes	27	35	32	34	128	26	31	57	62
Depletion Charged	1	1	1	1	4	1	1	2	2
	Printing, Publishing and Allied Industries								
	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	154	170	159	176	659	158	176	334	324
Net Earnings	16	21	15	20	72	16	24	40	37
Less: Capital Cost Allowance	4	4	5	6	19	4	5	9	8
Profits Before Taxes	12	17	10	14	53	12	19	31	29
Less: Income Tax Liabilities	6	7	5	6	24	5	8	13	13
Profits After Taxes	6	10	5	8	29	7	11	18	16

Note: ¹ Depletion charges have not been deducted from profits.
² Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1958 - Continued

	Iron and Steel Products									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	1,448	1,510	1,474	1,398	5,830	1,265	1,430	2,695	2,958	
Net Earnings	168	181	150	137	636	123	154	277	349	
Less: Capital Cost Allowance	53	49	47	45	194	48	51	99	102	
Profits Before Taxes	115	132	103	92	442	75	103	178	247	
Less: Income Tax Liabilities	50	59	49	44	202	33	47	80	109	
Profits After Taxes	65	73	54	48	240	42	56	98	138	
	Non-Ferrous Metal Products									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	194	182	169	186	731	163	174	337	376	
Net Earnings	32	28	17	29	106	20	20	40	60	
Less: Capital Cost Allowance	20	18	12	21	71	15	13	28	38	
Profits Before Taxes	12	10	5	8	35	5	7	12	22	
Less: Income Tax Liabilities	6	4	2	4	16	2	3	5	10	
Profits After Taxes	6	6	3	4	19	3	4	7	12	
	Electrical Apparatus and Supplies									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	315	338	318	338	1,309	299	299	598	653	
Net Earnings	22	26	23	22	93	23	20	43	48	
Less: Capital Cost Allowance	7	8	7	7	29	7	8	15	15	
Profits Before Taxes	15	18	16	15	64	16	12	28	33	
Less: Income Tax Liabilities	7	9	7	7	30	7	6	13	16	
Profits After Taxes	8	9	9	8	34	9	6	15	17	
	Non-Metallic Mineral Products									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	102	140	162	141	545	100	140	240	242	
Net Earnings	13	26	29	22	90	12	23	35	39	
Less: Capital Cost Allowance	5	6	7	9	27	5	6	11	11	
Profits Before Taxes	8	20	22	13	63	7	17	24	28	
Less: Income Tax Liabilities	4	9	10	6	29	3	8	11	13	
Profits After Taxes	4	11	12	7	34	4	9	13	15	

Note: ¹ Depletion charges have not been deducted from profits.
² Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1958 - Continued

	Products of Petroleum and Coal									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	523	532	544	555	2,154	499	522	1,021	1,055	
Net Earnings	68	62	68	60	258	48	36	84	130	
Less: Capital Cost Allowance	24	23	25	29	101	25	23	48	47	
Profits Before Taxes	44	39	43	31	157	23	13	36	83	
Less: Income Tax Liabilities	19	18	20	8	65	11	9	20	37	
Profits After Taxes	25	21	23	23	92	12	4	16	46	
	Chemical Products									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	301	343	327	312	1,283	314	365	679	644	
Net Earnings	33	40	38	33	144	33	43	76	73	
Less: Capital Cost Allowance	12	11	13	14	50	13	13	26	23	
Profits Before Taxes	21	29	25	19	94	20	30	50	50	
Less: Income Tax Liabilities	8	12	11	8	39	8	13	21	20	
Profits After Taxes	13	17	14	11	55	12	17	29	30	
	Other Manufacturing Industries*									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	189	209	213	206	817	196	215	411	398	
Net Earnings	16	19	22	20	77	17	19	36	35	
Less: Capital Cost Allowance	3	3	3	3	12	3	3	6	6	
Profits Before Taxes	13	16	19	17	65	14	16	30	29	
Less: Income Tax Liabilities	6	7	8	6	27	7	7	14	13	
Profits After Taxes	7	9	11	11	38	7	9	16	16	
	Total - Manufacturing									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	5,357	5,771	5,859	5,627	22,614	5,116	5,717	10,833	11,128	
Net Earnings	548	629	595	549	2,321	465	560	1,025	1,177	
Less: Capital Cost Allowance	193	189	187	200	769	187	188	375	382	
Profits Before Taxes	355	440	408	349	1,552	278	372	650	795	
Less: Income Tax Liabilities	156	194	186	150	686	125	170	295	350	
Profits After Taxes	199	246	222	199	866	153	202	355	445	

Note: ¹ Depletion charges have not been deducted from profits.

² Canadian Dividends Received are not included in profits.

*Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1958 - Continued

	Transportation, Storage and Communication									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales.....	528	648	656	623	2,455	533	618	1,151	1,176	
Net Earnings	115	157	164	143	579	114	136	250	272	
Less: Capital Cost Allowance	78	90	97	92	357	85	84	169	168	
Profits Before Taxes	37	67	67	51	222	29	52	81	104	
Less: Income Tax Liabilities.....	17	28	28	24	97	14	23	37	45	
Profits after Taxes.....	20	39	39	27	125	15	29	44	59	
	Public Utility Operation									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales.....	98	84	77	94	353	108	92	200	182	
Net Earnings	36	29	26	31	122	39	32	71	65	
Less: Capital Cost Allowance	15	15	15	15	60	17	17	34	30	
Profits Before Taxes	21	14	11	16	62	22	15	37	35	
Less: Income Tax Liabilities.....	10	6	5	7	28	10	7	17	16	
Profits After Taxes	11	8	6	9	34	12	8	20	19	
	Wholesale Trade									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales.....	2,070	2,451	2,461	2,347	9,329	1,956	2,354	4,310	4,521	
Net Earnings	68	93	87	71	319	53	83	136	161	
Less: Capital Cost Allowance	19	19	17	18	73	21	21	42	38	
Profits Before Taxes	49	74	70	53	246	32	62	94	123	
Less: Income Tax Liabilities	22	34	32	25	113	15	26	41	56	
Profits After Taxes	27	40	38	28	133	17	36	53	67	
	Retail Trade									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales.....	1,771	1,993	1,933	2,004	7,701	1,830	2,050	3,880	3,764	
Net Earnings	48	73	72	78	271	50	74	124	121	
Less: Capital Cost Allowance	16	17	18	19	70	17	18	35	33	
Profits Before Taxes	32	56	54	59	201	33	56	89	88	
Less: Income Tax Liabilities.....	15	25	23	28	91	15	23	38	40	
Profits After Taxes	17	31	31	31	110	18	33	51	48	

Note: ¹ Depletion charges have not been deducted from profits.
² Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1958 - Concluded

	Finance, Insurance and Real Estate									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Net Earnings	103	110	90	101	404	97	109	206	213	
Less: Capital Cost Allowance	18	18	15	17	68	19	20	39	36	
Profits Before Taxes	85	92	75	84	336	78	89	167	177	
Less: Income Tax Liabilities	39	42	35	36	152	32	39	71	81	
Profits After Taxes	46	50	40	48	184	46	50	96	96	
	Service									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Net Earnings	22	31	31	24	108	21	30	51	53	
Less: Capital Cost Allowance	10	12	12	13	47	10	12	22	22	
Profits Before Taxes	12	19	19	11	61	11	18	29	31	
Less: Income Tax Liabilities	5	8	9	5	27	5	6	11	13	
Profits After Taxes	7	11	10	6	34	6	12	18	18	
	Other Non-Manufacturing*									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Net Earnings	22	39	51	39	151	25	43	68	61	
Less: Capital Cost Allowance	12	17	23	21	73	13	18	31	29	
Profits Before Taxes	10	22	28	18	78	12	25	37	32	
Less: Income Tax Liabilities	4	9	12	7	32	5	11	16	13	
Profits After Taxes	6	13	16	11	46	7	14	21	19	

Note: ¹ Depletion charges have not been deducted from profits.

² Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100-119
	Fuels	120-129
	Non-Metal Mining	130-149
	Quarrying, Clay and Sand Pits	150-169
	Prospecting	170-199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200-229
Rubber Products	Rubber Products	236-239
Textile Products	Textile Products (except Clothing)	250-269
	Clothing (Textile and Fur)	270-279
Wood Products	Wood Products	280-289
Paper Products	Paper Products	290-299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300-309
Iron and Steel Products	Iron and Steel Products	310-329
	Transportation Equipment	330-339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340-349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350-359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360-369
Products of Petroleum and Coal	Products of Petroleum and Coal	370-379
Chemical Products	Chemical Products	380-389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390-399
	Tobacco and Tobacco Products	230-235
	Leather Products	240-249
Transportation, Storage and Communication	Transportation	500-519
	Storage	520-539
	Communication	540-599
Public Utility Operation ¹	Public Utility Operation ¹	600-699
Wholesale Trade	Trade: Wholesale Trade	700-729
Retail Trade	Trade: Retail Trade	730-799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800-899
Service	Community or Public Service	900-909
	Recreation Service	920-929
	Business Service	930-939
	Personal Service	940-949
Other Non-Manufacturing	Agriculture	000-079
	Forestry	080-089
	Fishing and Trapping	090-099
	Construction	400-499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CORPORATION PROFITS
THIRD QUARTER, 1958

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DOMINION BUREAU OF STATISTICS
General Assignments Division

CORPORATION PROFITS

THIRD QUARTER, 1958

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are estimated quarterly and are based on figures supplied by reporting companies. Adjustments are made to the quarterly estimates to cover losses in prior quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the paper products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

Corporation profits prior to deduction of income taxes for the third quarter of 1958 were estimated at \$789 million, a decrease of \$8 million, or 1 per cent, from the revised estimate of \$797 million for the third quarter of 1957. Cumulative profits before taxes for the nine months ending September 30, 1958, amounted to an estimated \$2,088 million, a decrease of \$237 million, or 10 per cent, from the revised estimate of \$2,325 million, for the corresponding period in 1957.

Income tax liabilities for the third quarter of 1958 were estimated at \$338 million, a \$10 million, or 3 per cent, decrease from the revised estimate of \$348 million for the third quarter of 1957. Income taxes for the first nine months of 1958 decreased an estimated \$119 million, or 12 per cent, from \$1,009 million, the revised estimate for the nine months ending September 30, 1957, to \$890 million.

Corporation profits after taxes were estimated at \$451 million for the third quarter of 1958, an increase of \$2 million from the \$449 million estimated for the third quarter of 1957.

In the Manufacturing sector profits before taxes for the third quarter of 1958 decreased an estimated \$28 million, or 7 per cent, from \$391 million, the revised estimate for the third quarter of 1957, to \$363 million. This decrease, however, was reflected in only three industry groups, the Petroleum and Coal group which dropped \$25 million from \$40 million in the third quarter of 1957 to \$15 million in the third quarter of 1958, the Iron and Steel group which dropped by \$18 million from \$96 million to \$78 million and the Electrical Apparatus group which decreased \$2 million from \$17 million to \$15 million. Increases in profits before

taxes were estimated in the Foods and Beverages group which rose \$4 million, from \$67 million to \$71 million, the Chemical group which increased \$3 million, from \$26 million to \$29 million, the Other Manufacturing group which increased \$3 million, from \$17 million to \$20 million, the Non-Metallic Mineral group which increased \$2 million from \$22 million to \$24 million, the Textile group which increased \$2 million from \$11 million to \$13 million, the Non-Ferrous Metal group which increased \$2 million from \$5 million to \$7 million and the Printing and Publishing group which increased \$1 million from \$9 million to \$10 million. The Rubber Products, the Wood Products and the Paper Products groups reflected no change in the estimates from the third quarter of 1957 to the third quarter of 1958.

The Non-Manufacturing sector showed an overall increase in profits before taxes of \$20 million, or 5 per cent, from the revised estimate of \$406 million for the third quarter of 1957 to \$426 million, the estimate for the third quarter of 1958. The Finance, Insurance and Real Estate group increased \$27 million from \$64 million to \$91 million, the Transportation, Storage and Communication group increased \$5 million from \$70 million to \$75 million, the Public Utility group increased \$3 million from \$10 million to \$13 million and the Other Non-Manufacturing group increased \$2 million from \$35 million to \$37 million. The estimate for the Service group showed no change in the third quarter of 1958 from the revised estimate of \$20 million for the third quarter of 1957. The Mining, Quarrying and Oil Wells group decreased an estimated \$12 million, from \$76 million to \$64 million, the Wholesale Trade group decreased \$4 million, from \$73 million to \$69 million and the Retail Trade group decreased \$1 million, from \$58 million to \$57 million.

NOTE

The data contained in this report have been revised to take into account the latest available information for previous periods and, therefore, replaces the estimates in earlier issues for the years 1955 to date. All data from the first quarter of 1955 to the second quarter of 1958 inclusive have been reworked to include more up to date information. Data for the year 1954 remain unchanged but are included for convenience.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1954 - 1958

No.		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Mining, Quarrying and Oil Wells	39	54	62	66	221	70	74	84	95	323
	Manufacturing:										
2	Foods and Beverages	36	48	56	51	191	33	47	64	54	198
3	Rubber Products	4	4	4	4	16	5	6	8	7	26
4	Textile Products	6	6	5	6	23	10	10	10	14	44
5	Wood Products	11	21	28	19	79	22	33	39	22	116
6	Paper Products	50	62	62	70	244	59	71	66	83	279
7	Printing, Publishing and Allied Industries	10	15	7	10	42	10	15	8	12	45
8	Iron and Steel Products	54	66	54	38	212	47	106	105	89	347
9	Non-Ferrous Metal Products	7	11	9	3	30	7	12	13	12	44
10	Electrical Apparatus and Supplies	16	14	14	15	59	14	13	19	22	68
11	Non-Metallic Mineral Products	7	17	21	10	55	8	21	24	14	67
12	Products of Petroleum and Coal	29	27	32	26	114	27	25	37	39	128
13	Chemical Products	15	19	19	16	69	22	30	28	22	102
14	Other Manufacturing Industries ¹	12	15	13	12	52	12	16	14	14	56
15	Total	257	325	324	280	1,186	276	405	435	404	1,520
16	Transportation, Storage and Communication	22	30	40	38	130	31	49	62	56	198
17	Public Utility Operation	14	12	10	13	49	18	12	10	15	55
18	Wholesale Trade	27	41	43	40	151	35	58	69	60	222
19	Retail Trade	21	36	33	40	130	21	49	48	52	170
20	Finance, Insurance and Real Estate	86	72	60	52	270	75	93	77	62	307
21	Service	13	14	13	9	49	9	17	18	12	56
22	Other Non-Manufacturing ²	14	26	33	31	104	13	25	36	24	98
23	Total All Industries	493	610	618	569	2,290	548	782	839	780	2,949

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1954 - 1958

No.		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Mining, Quarrying and Oil Wells	22	33	39	41	135	46	48	56	63	213
	Manufacturing:										
2	Foods and Beverages	18	25	29	26	98	17	26	33	29	105
3	Rubber Products	2	2	2	3	9	3	3	4	4	14
4	Textile Products	3	3	3	3	12	7	7	7	9	30
5	Wood Products	6	11	15	10	42	12	18	22	12	64
6	Paper Products	25	32	32	37	126	32	38	36	46	152
7	Printing, Publishing and Allied Industries	5	8	4	5	22	6	8	4	7	25
8	Iron and Steel Products	28	34	28	19	109	25	58	58	52	193
9	Non-Ferrous Metal Products	4	6	5	2	17	4	6	8	7	23
10	Electrical Apparatus and Supplies	9	7	7	8	31	7	7	10	12	36
11	Non-Metallic Mineral Products	3	9	11	6	29	4	11	13	8	36
12	Products of Petroleum and Coal	15	14	16	13	58	15	14	20	22	71
13	Chemical Products	8	11	10	9	38	13	17	16	12	58
14	Other Manufacturing Industries ¹	7	8	7	6	28	7	9	8	9	33
15	Total	133	170	169	147	619	152	222	239	229	842
16	Transportation, Storage and Communication	11	16	22	20	69	17	27	34	30	108
17	Public Utility Operation	7	6	5	7	25	10	6	5	8	29
18	Wholesale Trade	14	21	22	19	76	19	31	37	32	119
19	Retail Trade	10	17	17	19	63	12	25	26	27	90
20	Finance, Insurance and Real Estate	45	38	30	26	139	42	53	43	35	173
21	Service	7	7	6	5	25	5	10	10	6	31
22	Other Non-Manufacturing ²	8	14	19	16	57	8	14	19	13	54
23	Total All Industries	257	322	329	300	1,208	311	436	469	443	1,659

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1954-1958

1956					1957					1958			9 mos. 1958	9 mos. 1957	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
101	96	102	76	375	71	74	76	52	273	44	43	64	151	221	1
37	47	61	59	204	38	51	67	61	217	39	56	71	166	156	2
5	9	7	9	30	5	7	6	4	22	1	6	6	13	18	3
16	13	10	16	55	18	12	11	12	53	12	9	13	34	41	4
19	27	29	14	89	6	17	18	6	47	6	16	18	40	41	5
69	78	72	64	283	48	63	57	59	227	46	57	57	160	168	6
11	19	10	13	53	12	18	9	13	52	12	18	10	40	39	7
84	140	103	122	449	106	141	96	98	441	69	110	78	257	343	8
11	14	15	7	47	12	11	5	8	36	5	7	7	19	28	9
16	17	17	24	74	15	18	17	19	69	15	12	15	42	50	10
10	22	21	14	67	7	19	22	14	62	7	16	24	47	48	11
36	30	37	39	142	45	36	40	29	150	24	12	15	51	121	12
21	30	25	21	97	18	28	26	20	92	17	28	29	74	72	13
12	14	15	14	55	13	16	17	15	61	13	16	20	49	46	14
347	460	422	416	1,645	343	437	391	358	1,529	266	363	363	992	1,171	15
38	63	80	59	240	37	65	70	50	222	37	50	75	162	172	16
20	15	11	15	61	21	15	10	16	62	21	16	13	50	46	17
54	75	80	71	280	55	78	73	57	263	37	63	69	169	206	18
23	61	54	60	198	33	63	58	60	214	34	64	57	155	154	19
75	80	83	56	294	78	86	64	54	282	86	99	91	276	228	20
12	19	20	12	63	13	19	20	10	62	12	18	20	50	52	21
16	32	42	31	121	13	27	35	23	98	15	31	37	83	75	22
686	901	894	796	3,277	664	864	797	680	3,005	552	747	789	2,088	2,325	23

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1954-1958

1956					1957					1958			9 mos. 1958	9 mos. 1957	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
65	62	66	50	243	45	50	50	34	179	30	35	46	111	145	1
20	26	32	32	110	21	29	37	34	121	21	31	39	91	87	2
3	5	4	5	17	3	4	3	2	12	-	3	3	6	10	3
10	8	7	10	35	12	8	8	7	35	7	6	8	21	28	4
11	15	16	8	50	3	10	10	3	26	3	10	10	23	23	5
38	44	40	34	156	26	35	32	34	127	25	30	31	86	93	6
6	11	6	7	30	6	10	5	7	28	7	10	5	22	21	7
44	77	57	65	243	60	79	51	52	242	39	60	43	142	190	8
6	8	8	4	26	6	6	3	5	20	3	4	4	11	15	9
8	10	9	12	39	8	10	9	10	37	8	6	8	22	27	10
6	12	11	8	37	4	10	12	7	33	4	9	13	26	26	11
20	16	20	29	85	26	20	22	21	89	13	4	6	23	68	12
13	18	14	13	58	11	16	15	12	54	10	16	17	43	42	13
7	8	9	8	32	7	9	10	10	36	7	9	12	28	26	14
192	258	233	235	918	193	246	217	204	860	147	198	199	544	656	15
21	36	44	32	133	20	38	41	27	126	19	28	43	90	99	16
11	9	6	8	34	11	9	5	9	34	12	9	7	28	25	17
29	40	43	39	151	30	43	40	30	143	20	37	38	95	113	18
12	32	28	32	104	17	35	33	33	118	19	38	32	89	85	19
43	44	46	32	165	41	45	32	27	145	51	58	53	162	118	20
6	11	11	7	35	8	11	11	5	35	7	12	12	31	30	21
9	17	22	16	64	8	17	20	14	59	9	18	21	48	45	22
388	509	499	451	1,847	373	494	449	383	1,699	314	433	451	1,198	1,316	23

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1954 - 1958

No.		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Net Earnings	773	920	936	919	3,548	874	1,135	1,201	1,170	4,380
2	Less: Capital Cost Allowance	280	310	318	350	1,258	326	353	362	390	1,431
3	Profits Before Taxes	493	610	618	569	2,290	548	782	839	780	2,949
4	Less: Income Tax Liabilities	236	283	289	269	1,082	237	346	370	337	1,290
5	Profits After Taxes	257	322	329	300	1,208	311	436	469	443	1,659

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954 - 1958

No.		Mining, Quarrying and Oil Wells									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Sales	321	336	378	425	1,460	425	435	432	523	1,815
2	Net Earnings	66	83	95	102	346	101	108	121	133	463
3	Less: Capital Cost Allowance	27	29	33	36	125	31	34	37	38	140
4	Profits Before Taxes	39	54	62	66	221	70	74	84	95	323
5	Less: Income Tax Liabilities	17	21	23	25	86	24	26	28	32	110
6	Profits After Taxes	22	33	39	41	135	46	48	56	63	213
7	Depletion Charged	3	3	3	3	12	3	4	4	6	17
		Foods and Beverages									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
8	Sales	752	815	833	850	3,250	816	880	934	931	3,561
9	Net Earnings	51	63	71	67	252	49	63	81	72	265
10	Less: Capital Cost Allowance	15	15	15	16	61	16	16	17	18	67
11	Profits Before Taxes	36	48	56	51	191	33	47	64	54	198
12	Less: Income Tax Liabilities	18	23	27	25	93	16	21	31	25	93
13	Profits After Taxes	18	25	29	26	98	17	26	33	29	105
		Rubber Products									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
14	Sales	66	72	70	71	279	79	85	90	90	344
15	Net Earnings	6	7	7	6	26	7	9	11	10	37
16	Less: Capital Cost Allowance	2	3	3	2	10	2	3	3	3	11
17	Profits Before Taxes	4	4	4	4	16	5	6	8	7	26
18	Less: Income Tax Liabilities	2	2	2	1	7	2	3	4	3	12
19	Profits After Taxes	2	2	2	3	9	3	3	4	4	14

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1954 - 1958

1956					1957					1958			9 mos. 1958	9 mos. 1957	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
1,052	1,303	1,323	1,244	4,922	1,079	1,306	1,243	1,132	4,760	979	1,192	1,227	3,398	3,628	1
366	402	429	448	1,645	415	442	446	452	1,755	427	445	438	1,310	1,303	2
686	901	894	796	3,277	664	864	797	680	3,005	552	747	789	2,088	2,325	3
298	392	395	345	1,430	291	370	348	297	1,306	238	314	338	890	1,009	4
388	509	499	451	1,847	373	494	449	383	1,699	314	433	451	1,198	1,316	5

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954 - 1958

Mining, Quarrying and Oil Wells															
1956					1957					1958			9 mos. 1958	9 mos. 1957	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
544	566	631	601	2,342	514	562	569	524	2,169	475	499	577	1,551	1,645	1
138	136	147	120	541	111	118	124	96	449	96	92	114	302	353	2
37	40	45	44	166	40	44	48	44	176	52	49	50	151	132	3
101	96	102	76	375	71	74	76	52	273	44	43	64	151	221	4
36	34	36	26	132	26	24	26	18	94	14	8	18	40	76	5
65	62	66	50	243	45	50	50	34	179	30	35	46	111	145	6
8	7	7	7	29	9	8	9	8	34	8	6	8	22	26	7
Foods and Beverages															
1956					1957					1958			9 mos. 1958	9 mos. 1957	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
820	896	1,020	1,055	3,791	872	976	1,112	1,102	4,062	910	1,046	1,164	3,120	2,960	8
54	65	78	78	275	56	70	85	82	293	58	75	89	222	211	9
17	18	17	19	71	18	19	18	21	76	19	19	18	56	55	10
37	47	61	59	204	38	51	67	61	217	39	56	71	166	156	11
17	21	29	27	94	17	22	30	27	96	18	25	32	75	69	12
20	26	32	32	110	21	29	37	34	121	21	31	39	91	87	13
Rubber Products															
1956					1957					1958			9 mos. 1958	9 mos. 1957	No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
81	101	93	99	374	86	97	95	87	365	74	93	95	262	278	14
8	12	10	12	42	8	10	9	7	34	4	9	9	22	27	15
3	3	3	3	12	3	3	3	3	12	3	3	3	9	9	16
5	9	7	9	30	5	7	6	4	22	1	6	6	13	18	17
2	4	3	4	13	2	3	3	2	10	1	3	3	7	8	18
3	5	4	5	17	3	4	3	2	12	-	3	3	6	10	19

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1958 - Continued

No.		Textile Products									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Sales	322	331	331	357	1,341	347	357	361	416	1,481
2	Net Earnings	12	13	12	14	51	16	18	18	22	74
3	Less: Capital Cost Allowance	6	7	7	8	28	6	8	8	8	30
4	Profits Before Taxes	6	6	5	6	23	10	10	10	14	44
5	Less: Income Tax Liabilities	3	3	2	3	11	3	3	3	5	14
6	Profits After Taxes	3	3	3	3	12	7	7	7	9	30
		Wood Products									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
7	Sales	264	311	336	318	1,229	349	424	466	392	1,631
8	Net Earnings	18	28	36	28	110	31	42	50	34	157
9	Less: Capital Cost Allowance	7	7	8	9	31	9	9	11	12	41
10	Profits Before Taxes	11	21	28	19	79	22	33	39	22	116
11	Less: Income Tax Liabilities	5	10	13	9	37	10	15	17	10	52
12	Profits After Taxes	6	11	15	10	42	12	18	22	12	64
13	Depletion Charged	1	2	1	1	5	1	2	2	1	6
		Paper Products									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
14	Sales	392	420	416	419	1,647	398	433	505	476	1,812
15	Net Earnings	71	83	84	91	329	82	94	88	105	369
16	Less: Capital Cost Allowance	21	21	22	21	85	23	23	22	22	90
17	Profits Before Taxes	50	62	62	70	244	59	71	66	83	279
18	Less: Income Tax Liabilities	25	30	30	33	118	27	33	30	37	127
19	Profits After Taxes	25	32	32	37	126	32	38	36	46	152
20	Depletion Charged	-	1	1	1	3	1	1	-	1	3
		Printing, Publishing and Allied Industries									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
21	Sales	128	144	127	143	542	127	148	133	158	566
22	Net Earnings	14	19	11	14	58	14	19	12	17	62
23	Less: Capital Cost Allowance	4	4	4	4	16	4	4	4	5	17
24	Profits Before Taxes	10	15	7	10	42	10	15	8	12	45
25	Less: Income Tax Liabilities	5	7	3	5	20	4	7	4	5	20
26	Profits After Taxes	5	8	4	5	22	6	8	4	7	25

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1958 - Continued

Textile Products															No.
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
395	370	374	424	1,563	400	387	385	394	1,566	373	375	384	1,132	1,172	1
23	21	18	24	86	26	20	20	20	86	20	17	22	59	66	2
7	8	8	8	31	8	8	9	8	33	8	8	9	25	25	3
16	13	10	16	55	18	12	11	12	53	12	9	13	34	41	4
6	5	3	6	20	6	4	3	5	18	5	3	5	13	13	5
10	8	7	10	35	12	8	8	7	35	7	6	8	21	28	6
Wood Products															
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
372	417	450	401	1,640	332	406	437	359	1,534	329	417	460	1,206	1,175	7
31	40	39	28	138	19	31	30	21	101	20	29	30	79	80	8
12	13	10	14	49	13	14	12	15	54	14	13	12	39	39	9
19	27	29	14	89	6	17	18	6	47	6	16	18	40	41	10
8	12	13	6	39	3	7	8	3	21	3	6	8	17	18	11
11	15	16	8	50	3	10	10	3	26	3	10	10	23	23	12
7	2	2	7	6	7	2	2	7	6	7	7	7	3	5	13
Paper Products															
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
443	474	492	509	1,918	446	476	494	499	1,915	428	464	496	1,388	1,416	14
94	104	97	91	386	74	91	84	86	335	72	85	83	240	249	15
25	26	25	27	103	26	28	27	27	108	26	28	26	80	81	16
69	78	72	64	283	48	63	57	59	227	46	57	57	160	168	17
31	34	32	30	127	22	28	25	25	100	21	27	26	74	75	18
38	44	40	34	156	26	35	32	34	127	25	30	31	86	93	19
7	7	7	7	4	7	7	7	7	4	7	7	7	3	3	20
Printing, Publishing and Allied Industries															
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
154	176	158	180	668	167	184	169	182	702	172	190	179	541	520	21
15	24	15	19	73	17	23	14	19	73	17	24	15	56	54	22
4	5	5	6	20	5	5	5	6	21	5	6	5	16	15	23
11	19	10	13	53	12	18	9	13	52	12	18	10	40	39	24
5	8	4	6	23	6	8	4	6	24	5	8	5	18	18	25
6	11	6	7	30	6	10	5	7	28	7	10	5	22	21	26

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1958 - Continued

No.	Iron and Steel Products									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
1	1,032	1,130	1,066	1,079	4,307	947	1,305	1,341	1,288	4,881
2	91	104	90	77	362	85	150	141	127	503
3	37	38	36	39	150	38	44	36	33	156
4	54	66	54	33	212	47	106	105	89	347
5	26	32	26	19	103	22	48	47	37	154
6	28	34	28	19	109	25	58	58	52	193
	Non-Ferrous Metal Products									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
7	136	147	144	158	585	159	185	182	198	724
8	17	25	22	24	88	24	30	32	31	117
9	10	14	13	21	58	17	18	19	19	73
10	7	11	9	3	30	7	12	13	12	44
11	3	5	4	1	13	3	6	5	5	19
12	4	6	5	2	17	4	6	8	7	25
	Electrical Apparatus and Supplies									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
13	245	265	255	298	1,063	266	273	287	334	1,160
14	21	19	18	23	81	20	19	24	28	91
15	5	5	4	8	22	6	6	5	6	23
16	16	14	14	15	59	14	13	19	22	68
17	7	7	7	7	28	7	6	9	10	32
18	9	7	7	8	31	7	7	10	12	36
	Non-Metallic Mineral Products									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
19	88	114	133	125	460	91	131	154	139	515
20	12	22	26	18	78	13	26	30	22	91
21	5	5	5	8	23	5	5	6	8	24
22	7	17	21	10	55	8	21	24	14	67
23	4	8	10	4	26	4	10	11	6	31
24	3	9	11	6	29	4	11	13	8	36

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1958 - Continued

Iron and Steel Products															No.
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
1,179	1,533	1,437	1,553	5,702	1,371	1,535	1,408	1,424	5,738	1,199	1,454	1,322	3,975	4,314	1
124	186	146	169	625	155	191	143	143	632	114	162	121	397	489	2
40	46	43	47	176	49	50	47	45	191	45	52	43	140	146	3
84	140	103	122	449	106	141	96	98	441	69	110	78	257	343	4
40	63	46	57	206	46	62	45	46	199	30	50	35	115	153	5
44	77	57	65	243	60	79	51	52	242	39	60	43	142	190	6
Non-Ferrous Metal Products															
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
192	209	204	216	821	202	190	175	191	758	170	182	187	539	567	7
24	31	35	33	123	33	29	17	28	107	21	20	25	66	79	8
13	17	20	26	76	21	18	12	20	71	16	13	18	47	51	9
11	14	15	7	47	12	11	5	8	36	5	7	7	19	28	10
5	6	7	3	21	6	5	2	3	16	2	3	3	8	13	11
6	8	8	4	26	6	6	3	5	20	3	4	4	11	15	12
Electrical Apparatus and Supplies															
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
301	335	332	372	1,340	322	343	331	360	1,356	305	307	304	916	996	13
22	23	24	30	99	22	25	24	26	97	22	19	22	63	71	14
6	6	7	6	25	7	7	7	7	28	7	7	7	21	21	15
16	17	17	24	74	15	18	17	19	69	15	12	15	42	50	16
8	7	8	12	35	7	8	8	9	32	7	6	7	20	23	17
8	10	9	12	39	8	10	9	10	37	8	6	8	22	27	18
Non-Metallic Mineral Products															
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
103	141	152	155	551	97	133	155	149	534	96	133	156	385	385	19
16	29	29	22	96	13	26	31	23	93	13	23	32	68	70	20
6	7	8	8	29	6	7	9	9	31	6	7	8	21	22	21
10	22	21	14	67	7	19	22	14	62	7	16	24	47	48	22
4	10	10	6	30	3	9	10	7	29	3	7	11	21	22	23
6	12	11	8	37	4	10	12	7	33	4	9	13	26	26	24

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1958 - Continued

No.		Products of Petroleum and Coal									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Sales	381	382	415	416	1,594	377	399	449	466	1,691
2	Net Earnings	44	47	51	50	192	44	44	55	60	203
3	Less: Capital Cost Allowance	15	20	19	24	78	17	19	18	21	75
4	Profits Before Taxes	29	27	32	26	114	27	25	37	39	128
5	Less: Income Tax Liabilities	14	13	16	13	56	12	11	17	17	57
6	Profits After Taxes	15	14	16	13	58	15	14	20	22	71
		Chemical Products									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
7	Sales	210	248	217	222	897	266	305	291	287	1,149
8	Net Earnings	24	29	28	24	105	33	41	39	36	149
9	Less: Capital Cost Allowance	9	10	9	8	36	11	11	11	14	47
10	Profits Before Taxes	15	19	19	16	69	22	30	28	22	102
11	Less: Income Tax Liabilities	7	8	9	7	31	9	13	12	10	44
12	Profits After Taxes	8	11	10	9	38	13	17	16	12	58
		Other Manufacturing Industries*									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
13	Sales	169	185	179	179	712	153	173	175	176	677
14	Net Earnings	15	18	16	14	63	14	19	17	17	67
15	Less: Capital Cost Allowance	3	3	3	2	11	2	3	3	3	11
16	Profits Before Taxes	12	15	13	12	52	12	16	14	14	56
17	Less: Income Tax Liabilities	5	7	6	6	24	5	7	6	5	23
18	Profits After Taxes	7	8	7	6	28	7	9	8	9	33
		Total - Manufacturing									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
19	Sales	4,185	4,564	4,522	4,635	17,906	4,375	5,098	5,368	5,351	20,192
20	Net Earnings	397	477	472	449	1,795	432	574	598	581	2,185
21	Less: Capital Cost Allowance	140	152	148	169	609	156	169	163	177	665
22	Profits Before Taxes	257	325	324	280	1,186	276	405	435	404	1,520
23	Less: Income Tax Liabilities	124	155	155	133	567	124	183	196	175	678
24	Profits After Taxes	133	170	169	147	619	152	222	239	229	842

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1958 - Continued

Products of Petroleum and Coal															No.
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
539	550	601	644	2,334	621	601	642	652	2,516	593	590	628	1,811	1,864	1
55	50	59	59	223	68	58	64	54	244	48	34	41	123	190	2
19	20	22	20	81	23	22	24	25	94	24	22	26	72	69	3
36	30	37	39	142	45	36	40	29	150	24	12	15	51	121	4
16	14	17	10	57	19	16	18	8	61	11	8	9	28	53	5
20	16	20	29	85	26	20	22	21	89	13	4	6	23	68	6
Chemical Products															
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
266	308	285	290	1,149	284	324	315	304	1,227	296	345	333	974	923	7
32	42	37	33	144	30	40	39	34	143	30	42	44	116	109	8
11	12	12	12	47	12	12	13	14	51	13	14	15	42	37	9
21	30	25	21	97	18	28	26	20	92	17	28	29	74	72	10
8	12	11	8	39	7	12	11	8	38	7	12	12	31	30	11
13	18	14	13	58	11	16	15	12	54	10	16	17	43	42	12
Other Manufacturing Industries*															
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
203	212	209	219	843	216	228	229	218	891	223	234	239	696	673	13
15	17	19	18	69	17	19	21	19	76	17	19	24	60	57	14
3	3	4	4	14	4	3	4	4	15	4	3	4	11	11	15
12	14	15	14	55	13	16	17	15	61	13	16	20	49	46	16
5	6	6	6	23	6	7	7	5	25	6	7	8	21	20	17
7	8	9	8	32	7	9	10	10	36	7	9	12	28	26	18
Total - Manufacturing															
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
5,048	5,722	5,807	6,117	22,694	5,416	5,880	5,947	5,921	23,164	5,168	5,830	5,947	16,945	17,243	19
513	644	606	616	2,379	538	633	581	562	2,314	456	558	557	1,571	1,752	20
166	184	184	200	734	195	196	190	204	785	190	195	194	579	581	21
347	460	422	416	1,645	343	437	391	358	1,529	266	363	363	992	1,171	22
155	202	189	181	727	150	191	174	154	669	119	165	164	448	515	23
192	258	233	235	918	193	246	217	204	860	147	198	199	544	656	24

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954 - 1958 - Continued

No.		Transportation, Storage and Communication									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Sales	430	488	511	499	1,928	453	540	576	563	2,132
2	Net Earnings	72	86	100	94	352	90	114	133	128	465
3	Less: Capital Cost Allowance	50	56	60	56	222	59	65	71	72	267
4	Profits Before Taxes	22	30	40	38	130	31	49	62	56	198
5	Less: Income Tax Liabilities	11	14	18	18	61	14	22	28	26	90
6	Profits After Taxes	11	16	22	20	69	17	27	34	30	108
		Public Utility Operation									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
7	Sales	69	66	59	71	265	76	66	64	77	283
8	Net Earnings	24	23	20	25	92	31	25	22	29	107
9	Less: Capital Cost Allowance	10	11	10	12	43	13	13	12	14	52
10	Profits Before Taxes	14	12	10	13	49	18	12	10	15	55
11	Less: Income Tax Liabilities	7	6	5	6	24	8	6	5	7	26
12	Profits After Taxes	7	6	5	7	25	10	6	5	8	29
		Wholesale Trade									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
13	Sales	1,629	1,900	1,881	1,948	7,358	1,774	2,140	2,317	2,391	8,622
14	Net Earnings	38	53	54	54	199	48	72	84	75	279
15	Less: Capital Cost Allowance	11	12	11	14	48	13	14	15	15	57
16	Profits Before Taxes	27	41	43	40	151	35	58	69	60	222
17	Less: Income Tax Liabilities	13	20	21	21	75	16	27	32	28	103
18	Profits After Taxes	14	21	22	19	76	19	31	37	32	119
		Retail Trade									
		1954					1955				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
19	Sales	1,451	1,676	1,592	1,631	6,350	1,497	1,901	1,845	1,888	7,131
20	Net Earnings	35	50	47	56	188	37	64	63	70	234
21	Less: Capital Cost Allowance	14	14	14	16	58	16	15	15	18	64
22	Profits Before Taxes	21	36	33	40	130	21	49	48	52	170
23	Less: Income Tax Liabilities	11	19	16	21	67	9	24	22	25	80
24	Profits After Taxes	10	17	17	19	63	12	25	26	27	90

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954 - 1958 - Continued

Transportation, Storage and Communication															No.
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
480	606	660	653	2,399	504	640	662	646	2,452	511	610	647	1,768	1,806	1
109	142	164	142	557	114	155	163	139	571	110	133	152	395	432	2
71	79	84	83	317	77	90	93	89	349	73	83	77	233	260	3
38	63	80	59	240	37	65	70	50	222	37	50	75	162	172	4
17	27	36	27	107	17	27	29	23	96	18	22	32	72	73	5
21	36	44	32	133	20	38	41	27	126	19	28	43	90	99	6
Public Utility Operation															
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
98	85	80	96	359	110	94	85	107	396	122	104	93	319	289	7
38	32	27	33	130	41	33	27	36	137	47	36	32	115	101	8
18	17	16	18	69	20	18	17	20	75	26	20	19	65	55	9
20	15	11	15	61	21	15	10	16	62	21	16	13	50	46	10
9	6	5	7	27	10	6	5	7	28	9	7	6	22	21	11
11	9	6	8	34	11	9	5	9	34	12	9	7	28	25	12
Wholesale Trade															
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
2,175	2,572	2,602	2,612	9,961	2,288	2,660	2,586	2,444	9,978	2,187	2,568	2,516	7,271	7,534	13
70	92	99	93	354	77	103	94	76	350	61	90	91	242	274	14
16	17	19	22	74	22	25	21	19	87	24	27	22	73	68	15
54	75	80	71	280	55	78	73	57	263	37	63	69	169	206	16
25	35	37	32	129	25	35	33	27	120	17	26	31	74	93	17
29	40	43	39	151	30	43	40	30	143	20	37	38	95	113	18
Retail Trade															
1956					1957					1958			9 mos. 1958	9 mos. 1957	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q			
millions of dollars															
1,587	2,180	2,056	2,044	7,867	1,814	2,244	2,105	2,082	8,245	1,858	2,308	2,101	6,267	6,163	19
39	77	72	78	266	51	80	76	78	285	53	82	77	212	207	20
16	16	18	18	68	18	17	18	18	71	19	18	20	57	53	21
23	61	54	60	198	33	63	58	60	214	34	64	57	155	154	22
11	29	26	28	94	16	28	25	27	96	15	26	25	66	69	23
12	32	28	32	104	17	35	33	33	118	19	38	32	89	85	24

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1958 - Concluded

No.	Finance, Insurance and Real Estate									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
1	96	84	71	66	317	90	109	91	77	367
2	10	12	11	14	47	15	16	14	15	60
3	86	72	60	52	270	75	93	77	62	307
4	41	34	30	26	131	33	40	34	27	134
5	45	38	30	26	139	42	53	43	35	173
	Service									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
6	21	23	22	19	85	19	28	29	23	99
7	8	9	9	10	36	10	11	11	11	43
8	13	14	13	9	49	9	17	18	12	56
9	6	7	7	4	24	4	7	8	6	25
10	7	7	6	5	25	5	10	10	6	31
	Other Non-Manufacturing*									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
11	24	41	55	54	174	26	41	60	54	181
12	10	15	22	23	70	13	16	24	30	83
13	14	26	33	31	104	13	25	36	24	98
14	6	12	14	15	47	5	11	17	11	44
15	8	14	19	16	57	8	14	19	13	54

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1958 - Concluded

Finance, Insurance and Real Estate																No.
1956					1957					1958			9 mos. 1958	9 mos. 1957		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q				
millions of dollars																
91	96	100	76	363	95	104	82	74	355	104	120	110	334	281	1	
16	16	17	20	69	17	18	18	20	73	18	21	19	58	53	2	
75	80	83	56	294	78	86	64	54	282	86	99	91	276	228	3	
32	36	37	24	129	37	41	32	27	137	35	41	38	114	110	4	
43	44	46	32	165	41	45	32	27	145	51	58	53	162	118	5	
Service																
1956					1957					1958			9 mos. 1958	9 mos. 1957		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q				
millions of dollars																
24	32	32	25	113	25	33	34	24	116	24	32	33	89	92	6	
12	13	12	13	50	12	14	14	14	54	12	14	13	39	40	7	
12	19	20	12	63	13	19	20	10	62	12	18	20	50	52	8	
6	8	9	5	28	5	8	9	5	27	5	6	8	19	22	9	
6	11	11	7	35	8	11	11	5	35	7	12	12	31	30	10	
Other Non-Manufacturing*																
1956					1957					1958			9 mos. 1958	9 mos. 1957		
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q				
millions of dollars																
30	52	76	61	219	27	47	62	47	183	28	49	61	138	136	11	
14	20	34	30	98	14	20	27	24	85	13	18	24	55	61	12	
16	32	42	31	121	13	27	35	23	98	15	31	37	83	75	13	
7	15	20	15	57	5	10	15	9	39	6	13	16	35	30	14	
9	17	22	16	64	8	17	20	14	59	9	18	21	48	45	15	

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100-119
	Fuels	120-129
	Non-Metal Mining	130-149
	Quarrying, Clay and Sand Pits	150-169
	Prospecting	170-199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200-229
Rubber Products	Rubber Products	236-239
Textile Products	Textile Products (except Clothing)	250-269
	Clothing (Textile and Fur)	270-279
Wood Products	Wood Products	280-289
Paper Products	Paper Products	290-299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300-309
Iron and Steel Products	Iron and Steel Products	310-329
	Transportation Equipment	330-339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340-349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350-359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360-369
Products of Petroleum and Coal	Products of Petroleum and Coal	370-379
Chemical Products	Chemical Products	380-389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390-399
	Tobacco and Tobacco Products	230-235
	Leather Products	240-249
Transportation, Storage and Communication	Transportation	500-519
	Storage	520-539
	Communication	540-599
Public Utility Operation ¹	Public Utility Operation ¹	600-699
Wholesale Trade	Trade: Wholesale Trade	700-729
Retail Trade	Trade: Retail Trade	730-799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800-899
Service	Community or Public Service	900-909
	Recreation Service	920-929
	Business Service	930-939
	Personal Service	940-949
Other Non-Manufacturing	Agriculture	000-079
	Forestry	080-089
	Fishing and Trapping	090-099
	Construction	400-499

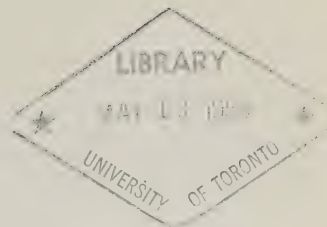
¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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QUARTERLY



CORPORATION PROFITS

FOURTH QUARTER, 1958

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CORPORATION PROFITS

FOURTH QUARTER, 1958

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are estimated quarterly and are based on figures supplied by reporting companies. Adjustments are made to the quarterly estimates to cover losses in prior quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the paper products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

Profits before taxes of Canadian corporations were estimated at \$816 million for the fourth quarter of 1958, an increase of \$136 million, or 20.0 per cent, over the 1957 fourth quarter estimate of \$680 million. Cumulative profits before taxes for the twelve months ended 31 December, 1958, decreased an estimated \$101 million, or 3.4 per cent, to \$2,904 million from \$3,005 million as estimated for the twelve months of 1957.

Income tax liabilities for the fourth quarter of 1958 amounted to \$341 million, an increase of \$44 million, or 14.8 per cent, over the fourth quarter, 1957, estimate of \$297 million. For the twelve months period ended 31 December, 1958, income tax liabilities were estimated at \$1,231 million as compared with \$1,306 million for the twelve months of 1957, a decrease of \$75 million, or 5.7 per cent.

Corporation profits after taxes in the fourth quarter of 1958 rose an estimated \$92 million, or 24.0 per cent, from \$383 million in 1957 to \$475 million in 1958. Cumulative profits after taxes for the twelve months of 1958 decreased an estimated \$26 million, or 1.5 per cent, from \$1,699 million in 1957 to \$1,673 million in 1958.

In the Manufacturing sector increases in profits before taxes from the fourth quarter of 1957 to the fourth quarter of 1958 were shown in all industry groups except one. The overall increase in the sector amounted to an estimated \$52 million, or 14.5 per cent, from \$358 million in the fourth quarter of 1957 to \$410 million in the fourth quarter of 1958. The Foods and Beverages group increased \$6 million, from \$61 million to \$67 million; the Rubber group increased \$5 million, from \$4 million

to \$9 million; the Textile group increased \$9 million, from \$12 million to \$21 million; the Wood group increased \$9 million, from \$6 million to \$15 million; the Paper group increased \$10 million, from \$59 million to \$69 million; the Printing group increased \$3 million, from \$13 million to \$16 million; the Non-Ferrous Metal group increased \$1 million, from \$8 million to \$9 million; the Electrical Apparatus group increased \$2 million, from \$19 million to \$21 million; the Non-Metallic Mineral group increased \$3 million, from \$14 million to \$17 million; the Petroleum and Coal group increased \$2 million, from \$29 million to \$31 million; the Chemical group increased \$5 million, from \$20 million to \$25 million and the Other Manufacturing group increased \$2 million, from \$15 million to \$17 million. The Iron and Steel group decreased \$5 million, from \$98 million in the fourth quarter of 1957 to \$93 million in the fourth quarter of 1958.

The Non-Manufacturing sector showed an overall increase in profits before taxes of \$84 million, or 26.1 per cent, from \$322 million in the fourth quarter of 1957 to \$406 million in the fourth quarter of 1958. The Mining group increased \$10 million, from \$52 million to \$62 million; the Transportation group increased \$23 million, from \$50 million to \$73 million; the Public Utility group increased \$1 million, from \$16 million to \$17 million; the Wholesale Trade group increased \$19 million, from \$57 million to \$76 million; the Retail Trade group increased \$11 million, from \$60 million to \$71 million; the Finance group increased \$18 million, from \$54 million to \$72 million and the Service group increased \$2 million, from \$10 million to \$12 million. The Other Non-Manufacturing group showed no change from the fourth quarter of 1957 to the fourth quarter of 1958. Both periods were estimated at \$23 million.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1957-1958

	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
millions of dollars										
Mining, Quarrying and Oil Wells	71	74	76	52	273	44	43	64	62	213
Manufacturing:										
Foods and Beverages	38	51	67	61	217	39	56	71	67	233
Rubber Products	5	7	6	4	22	1	6	6	9	22
Textile Products	18	12	11	12	53	12	9	13	21	55
Wood Products	6	17	18	6	47	6	16	18	15	55
Paper Products	48	63	57	59	227	46	57	57	69	229
Printing, Publishing and Allied Industries	12	18	9	13	52	12	18	10	16	56
Iron and Steel Products	106	141	96	98	441	69	110	78	93	350
Non-Ferrous Metal Products	12	11	5	8	36	5	7	7	9	28
Electrical Apparatus and Supplies	15	18	17	19	69	15	12	15	21	63
Non-Metallic Mineral Products	7	19	22	14	62	7	16	24	17	64
Products of Petroleum and Coal	45	36	40	29	150	24	12	15	31	82
Chemical Products	18	28	26	20	92	17	28	29	25	99
Other Manufacturing Industries ¹	13	16	17	15	61	13	16	20	17	66
Total	343	437	391	358	1,529	266	363	363	410	1,402
Transportation, Storage and Communication	37	65	70	50	222	37	50	75	73	235
Public Utility Operation	21	15	10	16	62	21	16	13	17	67
Wholesale Trade	55	78	73	57	263	37	63	69	76	245
Retail Trade	33	63	58	60	214	34	64	57	71	226
Finance, Insurance and Real Estate	78	86	64	54	282	86	99	91	72	348
Service	13	19	20	10	62	12	18	20	12	62
Other Non-Manufacturing ²	13	27	35	23	98	15	31	37	23	106
Total All Industries	664	864	797	680	3,005	552	747	789	816	2,904

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1957-1958

	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
millions of dollars										
Mining, Quarrying and Oil Wells	45	50	50	34	179	30	35	46	44	155
Manufacturing:										
Foods and Beverages	21	29	37	34	121	21	31	39	38	129
Rubber Products	3	4	3	2	12	—	3	3	5	11
Textile Products	12	8	8	7	35	7	6	8	13	34
Wood Products	3	10	10	3	26	3	10	10	8	31
Paper Products	26	35	32	34	127	25	30	31	37	123
Printing, Publishing and Allied Industries	6	10	5	7	28	7	10	5	9	31
Iron and Steel Products	60	79	51	52	242	39	60	43	48	190
Non-Ferrous Metal Products	6	6	3	5	20	3	4	4	5	16
Electrical Apparatus and Supplies	8	10	9	10	37	8	6	8	11	33
Non-Metallic Mineral Products	4	10	12	7	33	4	9	13	9	35
Products of Petroleum and Coal	26	20	22	21	89	13	4	6	29	52
Chemical Products	11	16	15	12	54	10	16	17	15	58
Other Manufacturing Industries ¹	7	9	10	10	36	7	9	12	10	38
Total	193	246	217	204	860	147	198	199	237	781
Transportation, Storage and Communication	20	38	41	27	126	19	28	43	42	132
Public Utility Operation	11	9	5	9	34	12	9	7	9	37
Wholesale Trade	30	43	40	30	143	20	37	38	42	137
Retail Trade	17	35	33	33	118	19	38	32	41	130
Finance, Insurance and Real Estate	41	45	32	27	145	51	58	53	39	201
Service	8	11	11	5	35	7	12	12	7	38
Other Non-Manufacturing ²	8	17	20	14	59	9	18	21	14	62
Total All Industries	373	494	449	383	1,699	314	433	451	475	1,673

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1957-1958

	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Net Earnings	1,079	1,306	1,243	1,132	4,760	979	1,192	1,227	1,266	4,664
Less: Capital Cost Allowance	415	442	446	452	1,755	427	445	438	450	1,760
Profits Before Taxes	664	864	797	680	3,005	552	747	789	816	2,904
Less: Income Tax Liabilities	291	370	348	297	1,306	238	314	338	341	1,231
Profits After Taxes	373	494	449	383	1,699	314	433	451	475	1,673

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1958

	Mining, Quarrying and Oil Wells									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	514	562	569	524	2,169	475	499	577	501	2,052
Net Earnings	111	118	124	96	449	96	92	114	101	403
Less: Capital Cost Allowance	40	44	48	44	176	52	49	50	39	190
Profits Before Taxes	71	74	76	52	273	44	43	64	62	213
Less: Income Tax Liabilities	26	24	26	18	94	14	8	18	18	58
Profits After Taxes	45	50	50	34	179	30	35	46	44	155
Depletion Charged	9	8	9	8	34	8	6	8	10	32
	Foods and Beverages									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	872	976	1,112	1,102	4,062	910	1,046	1,164	1,210	4,330
Net Earnings	56	70	85	82	293	58	75	89	89	311
Less: Capital Cost Allowance	18	19	18	21	76	19	19	18	22	78
Profits Before Taxes	38	51	67	61	217	39	56	71	67	233
Less: Income Tax Liabilities	17	22	30	27	96	18	25	32	29	104
Profits After Taxes	21	29	37	34	121	21	31	39	38	129
	Rubber Products									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	86	97	95	87	365	74	93	95	95	357
Net Earnings	8	10	9	7	34	4	9	9	12	34
Less: Capital Cost Allowance	3	3	3	3	12	3	3	3	3	12
Profits Before Taxes	5	7	6	4	22	1	6	6	9	22
Less: Income Tax Liabilities	2	3	3	2	10	1	3	3	4	11
Profits After Taxes	3	4	3	2	12	—	3	3	5	11

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1958 - Continued

	Textile Products									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	400	387	385	394	1,566	373	375	384	423	1,555
Net Earnings	26	20	20	20	86	20	17	22	29	88
Less: Capital Cost Allowance	8	8	9	8	33	8	8	9	8	33
Profits Before Taxes	18	12	11	12	53	12	9	13	21	55
Less: Income Tax Liabilities	6	4	3	5	18	5	3	5	8	21
Profits After Taxes	12	8	8	7	35	7	6	8	13	34
	Wood Products									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	332	406	437	359	1,534	329	417	460	420	1,626
Net Earnings	19	31	30	21	101	20	29	30	30	109
Less: Capital Cost Allowance	13	14	12	15	54	14	13	12	15	54
Profits Before Taxes	6	17	18	6	47	6	16	18	15	55
Less: Income Tax Liabilities	3	7	8	3	21	3	6	8	7	24
Profits After Taxes	3	10	10	3	26	3	10	10	8	31
Depletion Charged	1	2	2	1	6	1	1	1	1	4
	Paper Products									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	446	476	494	499	1,915	428	464	496	525	1,913
Net Earnings	74	91	84	86	335	72	85	83	98	338
Less: Capital Cost Allowance	26	28	27	27	108	26	28	26	29	109
Profits Before Taxes	48	63	57	59	227	46	57	57	69	229
Less: Income Tax Liabilities	22	28	25	25	100	21	27	26	32	106
Profits After Taxes	26	35	32	34	127	25	30	31	37	123
Depletion Charged	1	1	1	1	4	1	1	1	1	4
	Printing, Publishing and Allied Industries									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	167	184	169	182	702	172	190	179	192	733
Net Earnings	17	23	14	19	73	17	24	15	23	79
Less: Capital Cost Allowance	5	5	5	6	21	5	6	5	7	23
Profits Before Taxes	12	18	9	13	52	12	18	10	16	56
Less: Income Tax Liabilities	6	8	4	6	24	5	8	5	7	25
Profits After Taxes	6	10	5	7	28	7	10	5	9	31

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1958 - Continued

	Iron and Steel Products									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	1,371	1,535	1,408	1,424	5,738	1,199	1,454	1,322	1,415	5,390
Net Earnings	155	191	143	143	632	114	162	121	148	545
Less: Capital Cost Allowance	49	50	47	45	191	45	52	43	55	195
Profits Before Taxes	106	141	96	98	441	69	110	78	93	350
Less: Income Tax Liabilities	46	62	45	46	199	30	50	35	45	160
Profits After Taxes	60	79	51	52	242	39	60	43	48	190
	Non-Ferrous Metal Products									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	202	190	175	191	758	170	182	187	183	722
Net Earnings	33	29	17	28	107	21	20	25	19	85
Less: Capital Cost Allowance	21	18	12	20	71	16	13	18	10	57
Profits Before Taxes	12	11	5	8	36	5	7	7	9	28
Less: Income Tax Liabilities	6	5	2	3	16	2	3	3	4	12
Profits After Taxes	6	6	3	5	20	3	4	4	5	16
	Electrical Apparatus and Supplies									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	322	343	331	360	1,356	305	307	304	330	1,246
Net Earnings	22	25	24	26	97	22	19	22	27	90
Less: Capital Cost Allowance	7	7	7	7	28	7	7	7	6	27
Profits Before Taxes	15	18	17	19	69	15	12	15	21	63
Less: Income Tax Liabilities	7	8	8	9	32	7	6	7	10	30
Profits After Taxes	8	10	9	10	37	8	6	8	11	33
	Non-Metallic Mineral Products									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	97	133	155	149	534	96	133	156	156	541
Net Earnings	13	26	31	23	93	13	23	32	26	94
Less: Capital Cost Allowance	6	7	9	9	31	6	7	8	9	30
Profits Before Taxes	7	19	22	14	62	7	16	24	17	64
Less: Income Tax Liabilities	3	9	10	7	29	3	7	11	8	29
Profits After Taxes	4	10	12	7	33	4	9	13	9	35

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1958 - Continued

	Products of Petroleum and Coal									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	621	601	642	652	2,516	593	590	628	692	2,503
Net Earnings.....	68	58	64	54	244	48	34	41	54	177
Less: Capital Cost Allowance.....	23	22	24	25	94	24	22	26	23	95
Profits Before Taxes	45	36	40	29	150	24	12	15	31	82
Less: Income Tax Liabilities	19	16	18	8	61	11	8	9	2	30
Profits After Taxes	26	20	22	21	89	13	4	6	29	52
	Chemical Products									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	284	324	315	304	1,227	296	345	333	327	1,301
Net Earnings.....	30	40	39	34	143	30	42	44	39	155
Less: Capital Cost Allowance.....	12	12	13	14	51	13	14	15	14	56
Profits Before Taxes	18	28	26	20	92	17	28	29	25	99
Less: Income Tax Liabilities	7	12	11	8	38	7	12	12	10	41
Profits After Taxes	11	16	15	12	54	10	16	17	15	58
	Other Manufacturing Industries*									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	216	228	229	218	891	223	234	239	236	932
Net Earnings.....	17	19	21	19	76	17	19	24	21	81
Less: Capital Cost Allowance.....	4	3	4	4	15	4	3	4	4	15
Profits Before Taxes	13	16	17	15	61	13	16	20	17	66
Less: Income Tax Liabilities	6	7	7	5	25	6	7	8	7	28
Profits After Taxes	7	9	10	10	36	7	9	12	10	38
	Total - Manufacturing									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	5,416	5,880	5,947	5,921	23,164	5,168	5,830	5,947	6,204	23,149
Net Earnings.....	538	633	581	562	2,314	456	558	557	615	2,186
Less: Capital Cost Allowance.....	195	196	190	204	785	190	195	194	205	784
Profits Before Taxes	343	437	391	358	1,529	266	363	363	410	1,402
Less: Income Tax Liabilities	150	191	174	154	669	119	165	164	173	621
Profits After Taxes	193	246	217	204	860	147	198	199	237	781

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1958 - Continued

	Transportation, Storage and Communication									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	504	640	662	646	2,452	511	610	647	675	2,443
Net Earnings	114	155	163	139	571	110	133	152	158	553
Less: Capital Cost Allowance	77	90	93	89	349	73	83	77	85	318
Profits Before Taxes	37	65	70	50	222	37	50	75	73	235
Less: Income Tax Liabilities	17	27	29	23	96	18	22	32	31	103
Profits After Taxes	20	38	41	27	126	19	28	43	42	132
	Public Utility Operation									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	110	94	85	107	396	122	104	93	122	441
Net Earnings	41	33	27	36	137	47	36	32	41	156
Less: Capital Cost Allowance	20	18	17	20	75	26	20	19	24	89
Profits Before Taxes	21	15	10	16	62	21	16	13	17	67
Less: Income Tax Liabilities	10	6	5	7	28	9	7	6	8	30
Profits After Taxes	11	9	5	9	34	12	9	7	9	37
	Wholesale Trade									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	2,288	2,660	2,586	2,444	9,978	2,187	2,568	2,516	2,573	9,844
Net Earnings	77	103	94	76	350	61	90	91	94	336
Less: Capital Cost Allowance	22	25	21	19	87	24	27	22	18	91
Profits Before Taxes	55	78	73	57	263	37	63	69	76	245
Less: Income Tax Liabilities	25	35	33	27	120	17	26	31	34	108
Profits After Taxes	30	43	40	30	143	20	37	38	42	137
	Retail Trade									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	1,814	2,244	2,105	2,082	8,245	1,858	2,308	2,101	2,241	8,508
Net Earnings	51	80	76	78	285	53	82	77	89	301
Less: Capital Cost Allowance	18	17	18	18	71	19	18	20	18	75
Profits Before Taxes	33	63	58	60	214	34	64	57	71	226
Less: Income Tax Liabilities	16	28	25	27	96	15	26	25	30	96
Profits After Taxes	17	35	33	33	118	19	38	32	41	130

Note: 1. Depletion charges have not been deducted from profits.
2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1958 - Concluded

	Finance, Insurance and Real Estate									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Net Earnings	95	104	82	74	355	104	120	110	95	429
Less: Capital Cost Allowance	17	18	18	20	73	18	21	19	23	81
Profits Before Taxes	78	86	64	54	282	86	99	91	72	348
Less: Income Tax Liabilities.....	37	41	32	27	137	35	41	38	33	147
Profits After Taxes	41	45	32	27	145	51	58	53	39	201
	Service									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Net Earnings	25	33	34	24	116	24	32	33	26	115
Less: Capital Cost Allowance	12	14	14	14	54	12	14	13	14	53
Profits Before Taxes.....	13	19	20	10	62	12	18	20	12	62
Less: Income Tax Liabilities.....	5	8	9	5	27	5	6	8	5	24
Profits After Taxes	8	11	11	5	35	7	12	12	7	38
	Other Non-Manufacturing*									
	1957					1958				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Net Earnings	27	47	62	47	183	28	49	61	47	185
Less: Capital Cost Allowance	14	20	27	24	85	13	18	24	24	79
Profits Before Taxes	13	27	35	23	98	15	31	37	23	106
Less: Income Tax Liabilities.....	5	10	15	9	39	6	13	16	9	44
Profits After Taxes	8	17	20	14	59	9	18	21	14	62

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100-119
	Fuels	120-129
	Non-Metal Mining	130-149
	Quarrying, Clay and Sand Pits	150-169
	Prospecting	170-199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200-229
Rubber Products	Rubber Products	236-239
Textile Products	Textile Products (except Clothing)	250-269
	Clothing (Textile and Fur)	270-279
	Wood Products	280-289
Paper Products	Paper Products	290-299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300-309
Iron and Steel Products	Iron and Steel Products	310-329
	Transportation Equipment	330-339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340-349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350-359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360-369
Products of Petroleum and Coal	Products of Petroleum and Coal	370-379
Chemical Products	Chemical Products	380-389
	Miscellaneous Manufacturing Industries	390-399
	Tobacco and Tobacco Products	230-235
Other Manufacturing Industries	Leather Products	240-249
Transportation, Storage and Communication	Transportation	500-519
	Storage	520-539
	Communication	540-599
Public Utility Operation ¹	Public Utility Operation ¹	600-699
Wholesale Trade	Trade: Wholesale Trade	700-729
Retail Trade	Trade: Retail Trade	730-799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800-899
Service	Community or Public Service	900-909
	Recreation Service	920-929
	Business Service	930-939
	Personal Service	940-949
Other Non-Manufacturing	Agriculture	000-079
	Forestry	080-089
	Fishing and Trapping	090-099
	Construction	400-499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

CATALOGUE No.

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QUARTERLY



CANADA



CORPORATION PROFITS

FIRST QUARTER, 1959 - 4th quarter 1959

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CORPORATION PROFITS

FIRST QUARTER, 1959

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are estimated quarterly and are based on figures supplied by reporting companies. Adjustments are made to the quarterly estimates to cover losses in prior quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the paper products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

Corporation profits before income taxes for the first quarter of 1959 were estimated at \$665 million, an increase of \$113 million, or 20.5 per cent, from the first quarter, 1958, estimate of \$552 million.

Income tax liabilities were estimated at \$298 million for the first quarter of 1959 as compared with a first quarter, 1958, estimate of \$238 million — an increase of \$60 million, or 25.1 per cent.

Profits after taxes amounted to an estimated \$367 million in the first quarter of 1959, an increase of \$53 million, or 16.9 per cent, over the first quarter, 1958, estimate of \$314 million.

In the Manufacturing sector the overall increase in profits before taxes from the first quarter of 1958 to the first quarter of 1959 amounted to an estimated \$46 million, or 17.3 per cent. The most sizeable increase occurred in the Iron and Steel group which increased \$16 million, from \$69 million to \$85 million. The Foods and Beverages group increased \$7 million, from \$39 million to \$46 million; the Rubber Products group increased \$3 million, from \$1 million to \$4 million; the Textile Products group increased \$6 million, from \$12 million to \$18 million; the Wood Products group increased \$8 million, from \$6 million to \$14 million; the Printing and Publishing group increased \$2 million, from \$12 million to \$14 million; the Non-Ferrous Metals group increased \$2 million, from \$5 million to \$7 million; the Chemical Products group increased \$6 million, from \$17 million to \$23 million and the Other Manufacturing group increased \$4 million, from \$13 million to \$17 million. Three groups in the Manufacturing sector

reflected decreases in profits before taxes from the first quarter of 1958 to the first quarter of 1959. The Electrical Apparatus and Supplies group decreased \$4 million, from \$15 million to \$11 million; the Non-Metallic Minerals group decreased \$1 million, from \$7 million to \$6 million and the Petroleum and Coal group decreased \$3 million, from \$24 million to \$21 million. The Paper Products group showed no change from the first quarter of 1958 to the first quarter of 1959.

Profits before taxes in the Non-Manufacturing sector increased \$67 million, or 23.4 per cent, from \$286 million in the first quarter of 1958 to \$353 million in the first quarter of 1959. The most sizeable increase occurred in the Transportation, Storage and Communication group which increased \$29 million, from \$37 million to \$66 million. The Mining, Quarrying and Oil Wells group rose by \$14 million, from \$44 million to \$58 million; the Public Utility group increased \$6 million, from \$21 million to \$27 million; the Wholesale Trade group increased \$15 million, from \$37 million to \$52 million; the Retail Trade group increased \$3 million, from \$34 million to \$37 million and the Finance, Insurance and Real Estate group increased \$4 million, from \$86 million to \$90 million. The two remaining groups in this sector showed a decrease in profits before taxes from the first quarter of 1958 to the first quarter of 1959. The Service group decreased \$1 million, from \$12 million to \$11 million and the Other Non-Manufacturing group which includes Agriculture, Forestry, Fishing and Construction decreased \$3 million, from \$15 million to \$12 million.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1957-1959

	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Mining, Quarrying and Oil Wells	71	74	76	52	273	44	43	64	62	213	58
Manufacturing:											
Foods and Beverages	38	51	67	61	217	39	56	71	67	233	46
Rubber Products	5	7	6	4	22	1	6	6	9	22	4
Textile Products	18	12	11	12	53	12	9	13	21	55	18
Wood Products	6	17	18	6	47	6	16	18	15	55	14
Paper Products	48	63	57	59	227	46	57	57	69	229	46
Printing, Publishing and Allied Industries ..	12	18	9	13	52	12	18	10	16	56	14
Iron and Steel Products	106	141	96	98	441	69	110	78	93	350	85
Non-Ferrous Metal Products	12	11	5	8	36	5	7	7	9	28	7
Electrical Apparatus and Supplies	15	18	17	19	69	15	12	15	21	63	11
Non-Metallic Mineral Products	7	19	22	14	62	7	16	24	17	64	6
Products of Petroleum and Coal	45	36	40	29	150	24	12	15	31	82	21
Chemical Products	18	28	26	20	92	17	28	29	25	99	23
Other Manufacturing Industries ¹	13	16	17	15	61	13	16	20	17	66	17
Total	343	437	391	358	1,529	266	363	363	410	1,402	312
Transportation, Storage and Communication ...	37	65	70	50	222	37	50	75	73	235	66
Public Utility Operation	21	15	10	16	62	21	16	13	17	67	27
Wholesale Trade	55	78	73	57	263	37	63	69	76	245	52
Retail Trade	33	63	58	60	214	34	64	57	71	226	37
Finance, Insurance and Real Estate	78	86	64	54	282	86	99	91	72	348	90
Service	13	19	20	10	62	12	18	20	12	62	11
Other Non-Manufacturing ²	13	27	35	23	98	15	31	37	23	106	12
Total All Industries	664	864	797	680	3,005	552	747	789	816	2,904	665

See footnotes below.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, 1957-1959

	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Mining, Quarrying and Oil Wells	45	50	50	34	179	30	35	46	44	155	38
Manufacturing:											
Foods and Beverages	21	29	37	34	121	21	31	39	38	129	24
Rubber Products	3	4	3	2	12	-	3	3	5	11	2
Textile Products	12	8	8	7	35	7	6	8	13	34	11
Wood Products	3	10	10	3	26	3	10	10	8	31	7
Paper Products	26	35	32	34	127	25	30	31	37	123	24
Printing, Publishing and Allied Industries ..	6	10	5	7	28	7	10	5	9	31	8
Iron and Steel Products	60	79	51	52	242	39	60	43	48	190	44
Non-Ferrous Metal Products	6	6	3	5	20	3	4	4	5	16	4
Electrical Apparatus and Supplies	8	10	9	10	37	8	6	8	11	33	6
Non-Metallic Mineral Products	4	10	12	7	33	4	9	13	9	35	3
Products of Petroleum and Coal	26	20	22	21	89	13	4	6	29	52	10
Chemical Products	11	16	15	12	54	10	16	17	15	58	12
Other Manufacturing Industries ¹	7	9	10	10	36	7	9	12	10	38	9
Total	193	246	217	204	860	147	198	199	237	781	164
Transportation, Storage and Communication ...	20	38	41	27	126	19	28	43	42	132	36
Public Utility Operation	11	9	5	9	34	12	9	7	9	37	15
Wholesale Trade	30	43	40	30	143	20	37	38	42	137	30
Retail Trade	17	35	33	33	118	19	38	32	41	130	20
Finance, Insurance and Real Estate	41	45	32	27	145	51	58	53	39	201	51
Service	8	11	11	5	35	7	12	12	7	38	6
Other Non-Manufacturing ²	8	17	20	14	59	9	18	21	14	62	7
Total All Industries	373	494	449	383	1,699	314	433	451	475	1,673	367

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1957-1959

	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	1,079	1,306	1,243	1,132	4,760	979	1,192	1,227	1,266	4,664	1,095
Less: Capital Cost Allowance ..	415	442	446	452	1,755	427	445	438	450	1,760	430
Profits Before Taxes	664	864	797	680	3,005	552	747	789	816	2,904	665
Less: Income Tax Liabilities	291	370	348	297	1,306	238	314	338	341	1,231	298
Profits After Taxes.....	373	494	449	383	1,699	314	433	451	475	1,673	367

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1959

	Mining, Quarrying and Oil Wells										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	514	562	569	524	2,169	475	499	577	501	2,052	504
Net Earnings	111	118	124	96	449	96	92	114	101	403	109
Less: Capital Cost Allowance ..	40	44	48	44	176	52	49	50	39	190	51
Profits Before Taxes	71	74	76	52	273	44	43	64	62	213	58
Less: Income Tax Liabilities	26	24	26	18	94	14	8	18	18	58	20
Profits After Taxes.....	45	50	50	34	179	30	35	46	44	155	38
Depletion Charged.....	9	8	9	8	34	8	6	8	10	32	9
	Foods and Beverages										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	872	976	1,112	1,102	4,062	910	1,046	1,164	1,210	4,330	963
Net Earnings	56	70	85	82	293	58	75	89	89	311	66
Less: Capital Cost Allowance ..	18	19	18	21	76	19	19	18	22	78	20
Profits Before Taxes	38	51	67	61	217	39	56	71	67	233	46
Less: Income Tax Liabilities	17	22	30	27	96	18	25	32	29	104	22
Profits After Taxes.....	21	29	37	34	121	21	31	39	38	129	24
	Rubber Products										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	86	97	95	87	365	74	93	95	95	357	85
Net Earnings	8	10	9	7	34	4	9	9	12	34	7
Less: Capital Cost Allowance ..	3	3	3	3	12	3	3	3	3	12	3
Profits Before Taxes	5	7	6	4	22	1	6	6	9	22	4
Less: Income Tax Liabilities	2	3	3	2	10	1	3	3	4	11	2
Profits After Taxes.....	3	4	3	2	12	-	3	3	5	11	2

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1959 - Continued

	Textile Products										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	400	387	385	394	1,566	373	375	384	423	1,555	402
Net Earnings	26	20	20	20	86	20	17	22	29	88	25
Less: Capital Cost Allowance ..	8	8	9	8	33	8	8	9	8	33	7
Profits Before Taxes	18	12	11	12	53	12	9	13	21	55	18
Less: Income Tax Liabilities	6	4	3	5	18	5	3	5	8	21	7
Profits After Taxes	12	8	8	7	35	7	6	8	13	34	11
	Wood Products										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	332	406	437	359	1,534	329	417	460	420	1,626	359
Net Earnings	19	31	30	21	101	20	29	30	30	109	27
Less: Capital Cost Allowance ..	13	14	12	15	54	14	13	12	15	54	13
Profits Before Taxes	6	17	18	6	47	6	16	18	15	55	14
Less: Income Tax Liabilities	3	7	8	3	21	3	6	8	7	24	7
Profits After Taxes	3	10	10	3	26	3	10	10	8	31	7
Depletion Charged	1	2	2	1	6	1	1	1	1	4	1
	Paper Products										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	446	476	494	499	1,915	428	464	496	525	1,913	442
Net Earnings	74	91	84	86	335	72	85	83	98	338	73
Less: Capital Cost Allowance ..	26	28	27	27	108	26	28	26	29	109	27
Profits Before Taxes	48	63	57	59	227	46	57	57	69	229	46
Less: Income Tax Liabilities	22	28	25	25	100	21	27	26	32	106	22
Profits After Taxes	26	35	32	34	127	25	30	31	37	123	24
Depletion Charged	1	1	1	1	4	1	1	1	1	4	1
	Printing, Publishing and Allied Industries										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	167	184	169	182	702	172	190	179	192	733	184
Net Earnings	17	23	14	19	73	17	24	15	23	79	19
Less: Capital Cost Allowance ..	5	5	5	6	21	5	6	5	7	23	5
Profits Before Taxes	12	18	9	13	52	12	18	10	16	56	14
Less: Income Tax Liabilities	6	8	4	6	24	5	8	5	7	25	6
Profits After Taxes	6	10	5	7	28	7	10	5	9	31	8

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1959 - Continued

	Iron and Steel Products										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	1,371	1,535	1,408	1,424	5,738	1,199	1,454	1,322	1,415	5,390	1,265
Net Earnings	155	191	143	143	632	114	162	121	148	545	133
Less: Capital Cost Allowance ..	49	50	47	45	191	45	52	43	55	195	48
Profits Before Taxes	106	141	96	98	441	69	110	78	93	350	85
Less: Income Tax Liabilities....	46	62	45	46	199	30	50	35	45	160	41
Profits After Taxes	60	79	51	52	242	39	60	43	48	190	44
	Non-Ferrous Metal Products										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	202	190	175	191	758	170	182	187	183	722	171
Net Earnings	33	29	17	28	107	21	20	25	19	85	19
Less: Capital Cost Allowance ..	21	18	12	20	71	16	13	18	10	57	12
Profits Before Taxes	12	11	5	8	36	5	7	7	9	28	7
Less: Income Tax Liabilities....	6	5	2	3	16	2	3	3	4	12	3
Profits After Taxes	6	6	3	5	20	3	4	4	5	16	4
	Electrical Apparatus and Supplies										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	322	343	331	360	1,356	305	307	304	330	1,246	281
Net Earnings	22	25	24	26	97	22	19	22	27	90	18
Less: Capital Cost Allowance ..	7	7	7	7	28	7	7	7	6	27	7
Profits Before Taxes	15	18	17	19	69	15	12	15	21	63	11
Less: Income Tax Liabilities....	7	8	8	9	32	7	6	7	10	30	5
Profits After Taxes	8	10	9	10	37	8	6	8	11	33	6
	Non-Metallic Mineral Products										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	97	133	155	149	534	96	133	156	156	541	102
Net Earnings	13	26	31	23	93	13	23	32	26	94	12
Less: Capital Cost Allowance ..	6	7	9	9	31	6	7	8	9	30	6
Profits Before Taxes	7	19	22	14	62	7	16	24	17	64	6
Less: Income Tax Liabilities....	3	9	10	7	29	3	7	11	8	29	3
Profits After Taxes	4	10	12	7	33	4	9	13	9	35	3

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1959 - Continued

	Products of Petroleum and Coal										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	621	601	642	652	2,516	593	590	628	692	2,503	654
Net Earnings	68	58	64	54	244	48	34	41	54	177	48
Less: Capital Cost Allowance	23	22	24	25	94	24	22	26	23	95	27
Profits Before Taxes	45	36	40	29	150	24	12	15	31	82	21
Less: Income Tax Liabilities	13	16	18	8	61	11	8	9	2	30	11
Profits After Taxes	26	20	22	21	89	13	4	6	29	52	10
	Chemical Products										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	284	324	315	304	1,227	296	345	333	327	1,301	323
Net Earnings	30	40	39	34	143	30	42	44	39	155	37
Less: Capital Cost Allowance	12	12	13	14	51	13	14	15	14	56	14
Profits Before Taxes	18	28	26	20	92	17	28	29	25	99	23
Less: Income Tax Liabilities	7	12	11	8	38	7	12	12	10	41	11
Profits After Taxes	11	16	15	12	54	10	16	17	15	58	12
	Other Manufacturing Industries*										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	216	228	229	218	891	223	234	239	236	932	247
Net Earnings	17	19	21	19	76	17	19	24	21	81	21
Less: Capital Cost Allowance	4	3	4	4	15	4	3	4	4	15	4
Profits Before Taxes	13	16	17	15	61	13	16	20	17	66	17
Less: Income Tax Liabilities	6	7	7	5	25	6	7	8	7	28	8
Profits After Taxes	7	9	10	10	36	7	9	12	10	38	9
	Total - Manufacturing										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	5,416	5,880	5,947	5,921	23,164	5,168	5,830	5,947	6,204	23,149	5,478
Net Earnings	538	633	581	562	2,314	456	558	557	615	2,186	505
Less: Capital Cost Allowance	195	196	190	204	785	190	195	194	205	784	193
Profits Before Taxes	343	437	391	358	1,529	266	363	363	410	1,402	312
Less: Income Tax Liabilities	150	191	174	154	669	119	165	164	173	621	148
Profits After Taxes	193	246	217	204	860	147	198	199	237	781	164

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1959 - Continued

	Transportation, Storage and Communication										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	504	640	662	646	2,452	511	610	647	675	2,443	565
Net Earnings	114	155	163	139	571	110	133	152	158	553	135
Less: Capital Cost Allowance ..	77	90	93	89	349	73	83	77	85	318	69
Profits Before Taxes	37	65	70	50	222	37	50	75	73	235	66
Less: Income Tax Liabilities	17	27	29	23	96	18	22	32	31	103	30
Profits After Taxes.....	20	38	41	27	126	19	28	43	42	132	36
	Public Utility Operation										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	110	94	85	107	396	122	104	93	122	441	147
Net Earnings	41	33	27	36	137	47	36	32	41	156	56
Less: Capital Cost Allowance ..	20	18	17	20	75	26	20	19	24	89	29
Profits Before Taxes	21	15	10	16	62	21	16	13	17	67	27
Less: Income Tax Liabilities	10	6	5	7	28	9	7	6	8	30	12
Profits After Taxes.....	11	9	5	9	34	12	9	7	9	37	15
	Wholesale Trade										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	2,288	2,660	2,586	2,444	9,978	2,187	2,568	2,516	2,573	9,844	2,331
Net Earnings	77	103	94	76	350	61	90	91	94	336	76
Less: Capital Cost Allowance ..	22	25	21	19	87	24	27	22	18	91	24
Profits Before Taxes	55	78	73	57	263	37	63	69	76	245	52
Less: Income Tax Liabilities	25	35	33	27	120	17	26	31	34	108	22
Profits After Taxes.....	30	43	40	30	143	20	37	38	42	137	30
	Retail Trade										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	1,814	2,244	2,105	2,082	8,245	1,858	2,308	2,101	2,241	8,508	2,045
Net Earnings	51	80	76	78	285	53	82	77	89	301	57
Less: Capital Cost Allowance ..	18	17	18	18	71	19	18	20	18	75	20
Profits Before Taxes	33	63	58	60	214	34	64	57	71	226	37
Less: Income Tax Liabilities	16	28	25	27	96	15	26	25	30	96	17
Profits After Taxes.....	17	35	33	33	118	19	38	32	41	130	20

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1959 - Concluded

	Finance, Insurance and Real Estate										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	95	104	82	74	355	104	120	110	95	429	109
Less: Capital Cost Allowance ..	17	18	18	20	73	18	21	19	23	81	19
Profits Before Taxes	78	86	64	54	282	86	99	91	72	348	90
Less: Income Tax Liabilities ..	37	41	32	27	137	35	41	38	33	147	39
Profits After Taxes	41	45	32	27	145	51	58	53	39	201	51
	Service										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	25	33	34	24	116	24	32	33	26	115	23
Less: Capital Cost Allowance ..	12	14	14	14	54	12	14	13	14	53	12
Profits Before Taxes	13	19	20	10	62	12	18	20	12	62	11
Less: Income Tax Liabilities	5	8	9	5	27	5	6	8	5	24	5
Profits After Taxes	8	11	11	5	35	7	12	12	7	38	6
	Other Non-Manufacturing*										
	1957					1958					1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	27	47	62	47	183	28	49	61	47	185	25
Less: Capital Cost Allowance ..	14	20	27	24	85	13	18	24	24	79	13
Profits Before Taxes	13	27	35	23	98	15	31	37	23	106	12
Less: Income Tax Liabilities	5	10	15	9	39	6	13	16	9	44	5
Profits After Taxes	8	17	20	14	59	9	18	21	14	62	7

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100 - 119
	Fuels	120 - 129
	Non-Metal Mining	130 - 149
	Quarrying, Clay and Sand Pits	150 - 169
	Prospecting	170 - 199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200 - 229
Rubber Products	Rubber Products	236 - 239
Textile Products	Textile Products (except Clothing)	250 - 269
	Clothing (Textile and Fur)	270 - 279
Wood Products	Wood Products	280 - 289
Paper Products	Paper Products	290 - 299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300 - 309
Iron and Steel Products	Iron and Steel Products	310 - 329
	Transportation Equipment	330 - 339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340 - 349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350 - 359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360 - 369
Products of Petroleum and Coal	Products of Petroleum and Coal	370 - 379
Chemical Products	Chemical Products	380 - 389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390 - 399
	Tobacco and Tobacco Products	230 - 235
	Leather Products	240 - 249
Transportation, Storage and Communication	Transportation	500 - 519
	Storage	520 - 539
	Communication	540 - 599
Public Utility Operation ¹	Public Utility Operation ¹	600 - 699
Wholesale Trade	Trade: Wholesale Trade	700 - 729
Retail Trade	Trade: Retail Trade	730 - 799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800 - 899
Service	Community or Public Service	900 - 909
	Recreation Service	920 - 929
	Business Service	930 - 939
	Personal Service	940 - 949
Other Non-Manufacturing	Agriculture	000 - 079
	Forestry	080 - 089
	Fishing and Trapping	090 - 099
	Construction	400 - 499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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QUARTERLY



CANADA



CORPORATION PROFITS

SECOND QUARTER, 1959

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CORPORATION PROFITS

SECOND QUARTER, 1959

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are estimated quarterly and are based on figures supplied by reporting companies. Adjustments are made to the quarterly estimates to cover losses in prior quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the paper products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

Corporation profits before deduction of income tax liabilities were estimated at \$905 million for the second quarter of 1959, an increase of \$158 million, or 21.2 per cent, from the revised second quarter 1958 estimate of \$747 million. Cumulative profits before taxes for the six months ending June 30, 1959, amounted to an estimated \$1,570 million, an increase of \$271 million, or 20.9 per cent, from the \$1,299 million estimate for the first six months of 1958.

Income tax liabilities for the second quarter of 1959 were estimated at \$402 million, an increase of \$88 million, or 28.0 per cent, from the second quarter estimate of \$314 million. Cumulative income tax liabilities for the first six months of 1959 rose an estimated \$148 million, or 26.8 per cent, from \$552 million for the six months ending June 30, 1958, to \$700 million.

Corporation profits after taxes, as estimated for the second quarter of 1959, increased \$70 million, or 16.2 per cent, from \$433 million in the second quarter of 1958 to \$503 million. Cumulative profits after taxes for the six months ending June 30, 1959 were estimated at \$870 million, an increase of \$123 million, or 16.5 per cent, from \$747 million as estimated for the first six months of 1958.

In the Manufacturing sector total profits before taxes for the second quarter of 1959 increased \$96 million, or 26.4 per cent, to \$459 million from \$363 million in the second quarter of 1958. Foods and Beverages increased \$7 million, from \$56 million to \$63 million; Rubber Products increased \$2 million, from \$6 million to \$8 million; Textile Products increased \$7 million, from \$9 million to \$16 million;

Wood Products increased \$15 million, from \$16 million to \$31 million; Paper Products increased \$13 million, from \$57 million to \$70 million; Printing and Publishing increased \$3 million, from \$18 million to \$21 million; Iron and Steel Products (including Transportation Equipment) increased \$29 million, from \$110 million to \$139 million; Non-Ferrous Metals increased \$2 million, from \$7 million to \$9 million; Electrical Apparatus and Supplies increased \$4 million, from \$12 million to \$16 million; Non-Metallic Minerals increased \$2 million, from \$16 million to \$18 million; Petroleum and Coal Products increased \$5 million, from \$12 million to \$17 million; Chemical Products increased \$5 million, from \$28 million to \$33 million and the Other Manufacturing group increased \$2 million, from \$16 million to \$18 million.

The Non-Manufacturing Sector showed an overall increase in profits before taxes of \$62 million, or 16.1 per cent, from \$384 million in the second quarter of 1958 to \$446 million in the second quarter of 1959. Mining, Quarrying and Oil Wells increased \$13 million, from \$43 million to \$56 million; Transportation, Storage and Communication increased \$25 million, from \$50 million to \$75 million; Public Utility Operation increased \$2 million, from \$16 million to \$18 million; Wholesale Trade increased \$14 million, from \$63 million to \$77 million and Retail Trade increased \$9 million from \$64 million to \$73 million. The Finance, Insurance and Real Estate group showed no change in the second quarter of 1959 from the \$99 million estimated for the second quarter of 1958. The Other Non-Manufacturing group decreased \$2 million, from \$31 million in the second quarter of 1958 to \$29 million in the second quarter of 1959.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1958-1959

	1958					1959		6 mos. 1959	6 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Mining, Quarrying and Oil Wells	44	43	64	62	213	58	56	114	87
Manufacturing:									
Foods and Beverages	39	56	71	67	233	46	63	109	95
Rubber Products	1	6	6	9	22	4	8	12	7
Textile Products	12	9	13	21	55	18	16	34	21
Wood Products	6	16	18	15	55	14	31	45	22
Paper Products	46	57	57	69	229	46	70	116	103
Printing, Publishing and Allied Industries	12	18	10	16	56	14	21	35	30
Iron and Steel Products	69	110	78	93	350	85	139	224	179
Non-Ferrous Metal Products	5	7	7	9	28	7	9	16	12
Electrical Apparatus and Supplies	15	12	15	21	63	11	16	27	27
Non-Metallic Mineral Products	7	16	24	17	64	6	18	24	23
Products of Petroleum and Coal	24	12	15	31	82	21	17	38	36
Chemical Products	17	28	29	25	99	23	33	56	45
Other Manufacturing Industries ¹	13	16	20	17	66	17	18	35	29
Total	266	363	363	410	1,402	312	459	771	629
Transportation, Storage and Communication....	37	50	75	73	235	66	75	141	87
Public Utility Operation	21	16	13	17	67	27	18	45	37
Wholesale Trade	37	63	69	76	245	52	77	129	100
Retail Trade	34	64	57	71	226	37	73	110	98
Finance, Insurance and Real Estate	86	99	91	72	348	90	99	189	185
Service	12	18	20	12	62	11	19	30	30
Other Non-Manufacturing ²	15	31	37	23	106	12	29	41	46
Total All Industries	552	747	789	816	2,904	665	905	1,570	1,299

See footnotes below.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, 1958-1959

	1958					1959		6 mos. 1959	6 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Mining, Quarrying and Oil Wells	30	35	46	44	155	38	40	78	65
Manufacturing:									
Foods and Beverages	21	31	39	38	129	24	33	57	52
Rubber Products	-	3	3	5	11	2	4	6	3
Textile Products	7	6	8	13	34	11	8	19	13
Wood Products	3	10	10	8	31	7	19	26	13
Paper Products	25	30	31	37	123	24	36	60	55
Printing, Publishing and Allied Industries	7	10	5	9	31	8	12	20	17
Iron and Steel Products	39	60	43	48	190	44	74	118	99
Non-Ferrous Metal Products	3	4	4	5	16	4	5	9	7
Electrical Apparatus and Supplies	8	6	8	11	33	6	8	14	14
Non-Metallic Mineral Products	4	9	13	9	35	3	9	12	13
Products of Petroleum and Coal	13	4	6	29	52	10	9	19	17
Chemical Products	10	16	17	15	58	12	17	29	26
Other Manufacturing Industries ¹	7	9	12	10	38	9	10	19	16
Total	147	198	199	237	781	164	244	408	345
Transportation, Storage and Communication....	19	28	43	42	132	36	40	76	47
Public Utility Operation	12	9	7	9	37	15	10	25	21
Wholesale Trade	20	37	38	42	137	30	43	73	57
Retail Trade	19	38	32	41	130	20	41	61	57
Finance, Insurance and Real Estate	51	58	53	39	201	51	57	108	109
Service	7	12	12	7	38	6	12	18	19
Other Non-Manufacturing ²	9	18	21	14	62	7	16	23	27
Total All Industries	314	433	451	475	1,673	367	503	870	747

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1958 - 1959

	1958					1959		6 mos. 1959	6 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Net Earnings	979	1,192	1,227	1,266	4,664	1,095	1,390	2,485	2,171
Less: Capital Cost Allowance	427	445	438	450	1,760	430	485	915	872
Profits Before Taxes	552	747	789	816	2,904	665	905	1,570	1,299
Less: Income Tax Liabilities	238	314	338	341	1,231	298	402	700	552
Profits After Taxes	314	433	451	475	1,673	367	503	870	747

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1958 - 1959

	Mining, Quarrying and Oil Wells								
	1958					1959		6 mos. 1959	6 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	475	499	577	501	2,052	504	552	1,056	974
Net Earnings	96	92	114	101	403	109	123	232	188
Less: Capital Cost Allowance	52	49	50	39	190	51	67	118	101
Profits Before Taxes	44	43	64	62	213	58	56	114	87
Less: Income Tax Liabilities	14	8	18	18	58	20	16	36	22
Profits After Taxes	30	35	46	44	155	38	40	78	65
Depletion Charged	8	6	8	10	32	9	7	16	14
	Foods and Beverages								
	1958					1959		6 mos. 1959	6 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	910	1,046	1,164	1,210	4,330	963	1,066	2,029	1,956
Net Earnings	58	75	89	89	311	66	84	150	133
Less: Capital Cost Allowance	19	19	18	22	78	20	21	41	38
Profits Before Taxes	39	56	71	67	233	46	63	109	95
Less: Income Tax Liabilities	18	25	32	29	104	22	30	52	43
Profits After Taxes	21	31	39	38	129	24	33	57	52
	Rubber Products								
	1958					1959		6 mos. 1959	6 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	74	93	95	95	357	85	108	193	167
Net Earnings	4	9	9	12	34	7	11	18	13
Less: Capital Cost Allowance	3	3	3	3	12	3	3	6	6
Profits Before Taxes	1	6	6	9	22	4	8	12	7
Less: Income Tax Liabilities	1	3	3	4	11	2	4	6	4
Profits After Taxes	-	3	3	5	11	2	4	6	3

Note: 1. Depletion charges have not been deducted from profits.
2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1958-1959 - Continued

	Textile Products									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	373	375	384	423	1,555	402	406	808	748	
Net Earnings	20	17	22	29	88	25	24	49	37	
Less: Capital Cost Allowance	8	8	9	8	33	7	8	15	16	
Profits Before Taxes	12	9	13	21	55	18	16	34	21	
Less: Income Tax Liabilities	5	3	5	8	21	7	8	15	8	
Profits After Taxes	7	6	8	13	34	11	8	19	13	
	Wood Products									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	329	417	460	420	1,626	359	479	838	746	
Net Earnings	20	29	30	30	109	27	44	71	49	
Less: Capital Cost Allowance	14	13	12	15	54	13	13	26	27	
Profits Before Taxes	6	16	18	15	55	14	31	45	22	
Less: Income Tax Liabilities	3	6	8	7	24	7	12	19	9	
Profits After Taxes	3	10	10	8	31	7	19	26	13	
Depletion Charged	1	1	1	1	4	1	1	2	2	
	Paper Products									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	428	464	496	525	1,913	442	511	953	892	
Net Earnings	72	85	83	98	338	73	98	171	157	
Less: Capital Cost Allowance	26	28	26	29	109	27	28	55	54	
Profits Before Taxes	46	57	57	69	229	46	70	116	103	
Less: Income Tax Liabilities	21	27	26	32	106	22	34	56	48	
Profits After Taxes	25	30	31	37	123	24	36	60	55	
Depletion Charged	1	1	1	1	4	1	1	2	2	
	Printing, Publishing and Allied Industries									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	172	190	179	192	733	184	205	389	362	
Net Earnings	17	24	15	23	79	19	27	46	41	
Less: Capital Cost Allowance	5	6	5	7	23	5	6	11	11	
Profits Before Taxes	12	18	10	16	56	14	21	35	30	
Less: Income Tax Liabilities	5	8	5	7	25	6	9	15	13	
Profits After Taxes	7	10	5	9	31	8	12	20	17	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1958 - 1959 - Continued

	Iron and Steel Products									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	1,199	1,454	1,322	1,415	5,390	1,265	1,535	2,800	2,653	
Net Earnings	114	162	121	148	545	133	192	325	276	
Less: Capital Cost Allowance	45	52	43	55	195	48	53	101	97	
Profits Before Taxes	69	110	78	93	350	85	139	224	179	
Less: Income Tax Liabilities	30	50	35	45	160	41	65	106	80	
Profits After Taxes	39	60	43	48	190	44	74	118	99	
	Non-Ferrous Metal Products									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	170	182	187	183	722	171	199	370	352	
Net Earnings	21	20	25	19	85	19	26	45	41	
Less: Capital Cost Allowance	16	13	18	10	57	12	17	29	29	
Profits Before Taxes	5	7	7	9	28	7	9	16	12	
Less: Income Tax Liabilities	2	3	3	4	12	3	4	7	5	
Profits After Taxes	3	4	4	5	16	4	5	9	7	
	Electrical Apparatus and Supplies									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	305	307	304	330	1,246	281	320	601	612	
Net Earnings	22	19	22	27	90	18	23	41	41	
Less: Capital Cost Allowance	7	7	7	6	27	7	7	14	14	
Profits Before Taxes	15	12	15	21	63	11	16	27	27	
Less: Income Tax Liabilities	7	6	7	10	30	5	8	13	13	
Profits After Taxes	8	6	8	11	33	6	8	14	14	
	Non-Metallic Mineral Products									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	96	133	156	156	541	102	141	243	229	
Net Earnings	13	23	32	26	94	12	25	37	36	
Less: Capital Cost Allowance	6	7	8	9	30	6	7	13	13	
Profits Before Taxes	7	16	24	17	64	6	18	24	23	
Less: Income Tax Liabilities	3	7	11	8	29	3	9	12	10	
Profits After Taxes	4	9	13	9	35	3	9	12	13	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1958-1959 - Continued

	Products of Petroleum and Coal									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	593	590	628	692	2,503	654	597	1,251	1,183	
Net Earnings	48	34	41	54	177	48	41	89	82	
Less: Capital Cost Allowance	24	22	26	23	95	27	24	51	46	
Profits Before Taxes	24	12	15	31	82	21	17	38	36	
Less: Income Tax Liabilities	11	8	9	2	30	11	8	19	19	
Profits After Taxes	13	4	6	29	52	10	9	19	17	
	Chemical Products									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	296	345	333	327	1,301	323	378	701	641	
Net Earnings	30	42	44	39	155	37	48	85	72	
Less: Capital Cost Allowance	13	14	15	14	56	14	15	29	27	
Profits Before Taxes	17	28	29	25	99	23	33	56	45	
Less: Income Tax Liabilities	7	12	12	10	41	11	16	27	19	
Profits After Taxes	10	16	17	15	58	12	17	29	26	
	Other Manufacturing Industries*									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	223	234	239	236	932	247	258	505	457	
Net Earnings	17	19	24	21	81	21	21	42	36	
Less: Capital Cost Allowance	4	3	4	4	15	4	3	7	7	
Profits Before Taxes	13	16	20	17	66	17	18	35	29	
Less: Income Tax Liabilities	6	7	8	7	28	8	8	16	13	
Profits After Taxes	7	9	12	10	38	9	10	19	16	
	Total - Manufacturing									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	5,168	5,830	5,947	6,204	23,149	5,478	6,203	11,681	10,998	
Net Earnings	456	558	557	615	2,186	505	664	1,169	1,014	
Less: Capital Cost Allowance	190	195	194	205	784	193	205	398	385	
Profits Before Taxes	266	262	363	410	1,402	312	459	771	629	
Less: Income Tax Liabilities	119	165	164	173	621	148	215	363	284	
Profits After Taxes	147	198	199	237	781	164	244	408	345	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1958 - 1959 - Continued

	Transportation, Storage and Communication									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	511	610	647	675	2,443	565	678	1,243	1,121	
Net Earnings	110	133	152	158	553	135	163	298	243	
Less: Capital Allowance	73	83	77	85	318	69	88	157	156	
Profits Before Taxes	37	50	75	73	235	66	75	141	87	
Less: Income Tax Liabilities	18	22	32	31	103	30	35	65	40	
Profits after Taxes	19	28	43	42	132	36	40	76	47	
	Public Utility Operation									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	122	104	93	122	441	147	117	264	226	
Net Earnings	47	36	32	41	156	56	41	97	83	
Less: Capital Cost Allowance	26	20	19	24	89	29	23	52	46	
Profits Before Taxes	21	16	13	17	67	27	18	45	37	
Less: Income Tax Liabilities	9	7	6	8	30	12	8	20	16	
Profits After Taxes	12	9	7	9	37	15	10	25	21	
	Wholesale Trade									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	2,187	2,568	2,516	2,573	9,844	2,331	2,836	5,167	4,755	
Net Earnings	61	90	91	94	336	76	105	181	151	
Less: Capital Cost Allowance	24	27	22	18	91	24	28	52	51	
Profits Before Taxes	37	63	69	76	245	52	77	129	100	
Less: Income Tax Liabilities	17	26	31	34	108	22	34	56	43	
Profits After Taxes	20	37	38	42	137	30	43	73	57	
	Retail Trade									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	1,858	2,308	2,101	2,241	8,508	2,045	2,507	4,552	4,166	
Net Earnings	53	82	77	89	301	57	93	150	135	
Less: Capital Cost Allowance	19	18	20	18	75	20	20	40	37	
Profits Before Taxes	34	64	57	71	226	37	73	110	98	
Less: Income Tax Liabilities	15	26	25	30	96	17	32	49	41	
Profits After Taxes	19	38	32	41	130	20	41	61	57	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1958 - 1959 - Concluded

	Finance, Insurance and Real Estate									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Net Earnings	104	120	110	95	429	109	119	228	224	
Less: Capital Cost Allowance	18	21	19	23	81	19	20	39	39	
Profits Before Taxes	86	99	91	72	348	90	99	189	185	
Less: Income Tax Liabilities	35	41	38	33	147	39	42	81	76	
Profits After Taxes	51	58	53	39	201	51	57	108	109	
	Service									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Net Earnings	24	32	33	26	115	23	34	57	56	
Less: Capital Cost Allowance	12	14	13	14	53	12	15	27	26	
Profits Before Taxes	12	18	20	12	62	11	19	30	30	
Less: Income Tax Liabilities	5	6	8	5	24	5	7	12	11	
Profits After Taxes	7	12	12	7	38	6	12	18	19	
	Other Non-Manufacturing*									
	1958					1959		6 mos. 1959	6 mos. 1958	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Net Earnings	28	49	61	47	185	25	48	73	77	
Less: Capital Cost Allowance	13	18	24	24	79	13	19	32	31	
Profits Before Taxes	15	31	37	23	106	12	29	41	46	
Less: Income Tax Liabilities	6	13	16	9	44	5	13	18	19	
Profits After Taxes	9	18	21	14	62	7	16	23	27	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100 - 119
	Fuels	120 - 129
	Non-Metal Mining	130 - 149
	Quarrying, Clay and Sand Pits	150 - 169
	Prospecting	170 - 199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200 - 229
Rubber Products	Rubber Products	236 - 239
Textile Products	Textile Products (except Clothing)	250 - 269
	Clothing (Textile and Fur)	270 - 279
Wood Products	Wood Products	280 - 289
Paper Products	Paper Products	290 - 299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300 - 309
Iron and Steel Products	Iron and Steel Products	310 - 329
	Transportation Equipment	330 - 339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340 - 349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350 - 359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360 - 369
Products of Petroleum and Coal	Products of Petroleum and Coal	370 - 379
Chemical Products	Chemical Products	380 - 389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390 - 399
	Tobacco and Tobacco Products	230 - 235
	Leather Products	240 - 249
Transportation, Storage and Communication	Transportation	500 - 519
	Storage	520 - 539
	Communication	540 - 599
Public Utility Operation ¹	Public Utility Operation ¹	600 - 699
Wholesale Trade	Trade: Wholesale Trade	700 - 729
Retail Trade	Trade: Retail Trade	730 - 799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800 - 899
Service	Community or Public Service	900 - 909
	Recreation Service	920 - 929
	Business Service	930 - 939
	Personal Service	940 - 949
Other Non-Manufacturing	Agriculture	000 - 079
	Forestry	080 - 089
	Fishing and Trapping	090 - 099
	Construction	400 - 499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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QUARTERLY



CORPORATION PROFITS

THIRD QUARTER, 1959

Published by Authority of

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Business Finance Division

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CORPORATION PROFITS

THIRD QUARTER, 1959

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are estimated quarterly and are based on figures supplied by reporting companies. Adjustments are made to the quarterly estimates to cover losses in prior quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the paper products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

Corporation profits before taxes have been estimated at \$879 million for the third quarter of 1959, an increase of \$90 million, or 11.4 per cent, from the third quarter, 1958, estimate of \$789 million. Cumulative profits before taxes for the nine months ending September 30, 1959, amounted to an estimated \$2,449 million, an increase of \$361 million, or 17.3 per cent, from the \$2,088 million as estimated for the corresponding period of the preceeding year.

Income tax liabilities for the third quarter of 1959 have been estimated at \$409 million, an increase of \$71 million, or 21.0 per cent, from the estimate of \$338 million for the third quarter of 1958. Income tax liabilities for the nine months ending September 30, 1959, amounted to an estimated \$1,109 million, an increase of \$219 million, or 24.6 per cent, from the estimate of \$890 for the first nine months of 1958.

Corporation profits after taxes increased an estimated \$19 million, or 4.2 per cent, from \$451 million in the third quarter of 1958 to \$470 million in the third quarter of 1959. Cumulative profits after taxes for the first nine months of 1959 have been estimated at \$1,340 million, an increase of \$142 million, or 11.9 per cent, from \$1,198 million as estimated for the corresponding nine months of 1958.

In the Manufacturing sector profits before taxes increased an estimated \$69 million, or 19.0 per cent, from \$363 million in the third quarter of 1958 to \$432 million in the third quarter of 1959. Foods and Beverages increased \$1 million, from \$71 million to \$72 million; Rubber Products increased \$1 million, from \$6 million to \$7 million; Textile Products increased \$1 million, from \$13 million to \$14 million; Wood Products increased \$1 million, from \$18

million to \$19 million; Printing and Publishing increased \$2 million, from \$10 million to \$12 million; Iron and Steel increased \$40 million, from \$78 million to \$118 million; Electrical Apparatus and Supplies increased \$7 million, from \$15 million to \$22 million; Non-Metallic Minerals increased \$1 million, from \$24 million to \$25 million; Petroleum and Coal Products increased \$6 million, from \$15 million to \$21 million; Chemical Products increased \$6 million, from \$29 million to \$35 million and the Other Manufacturing group increased \$3 million, from \$20 million to \$23 million. The Paper Products and the Non-Ferrous Metal groups showed no change in the estimates from the third quarter of 1958 to the third quarter of 1959.

In the Non-Manufacturing sector estimated profits before taxes showed an overall increase of \$21 million, or 4.9 per cent, from \$426 in the third quarter of 1958 to \$447 million in the third quarter of 1959. Mining, Quarrying and Oil Wells increased \$7 million, from \$64 million to \$71 million; Transportation, Storage and Communication increased \$11 million, from \$75 million to \$86 million; Public Utilities increased \$1 million, from \$13 million to \$14 million; Wholesale Trade increased \$10 million, from \$69 million to \$79 million and the Service group increased \$1 million, from \$20 million to \$21 million. The Other Non-Manufacturing group which includes Agriculture, Forestry, Fishing and Construction showed no change in the third quarter of 1959 from the \$37 million as estimated for the third quarter of 1958. Two groups reflected a decrease in profits before taxes from the third quarter of 1958 to the third quarter of 1959. Retail Trade decreased \$1 million, from \$57 million to \$56 million and Finance, Insurance and Real Estate decreased \$8 million, from \$91 million to \$83 million.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1958-1959

	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Mining, Quarrying and Oil Wells	44	43	64	62	213	58	56	71	185	151
Manufacturing:										
Foods and Beverages	39	56	71	67	233	46	63	72	181	166
Rubber Products	1	6	6	9	22	4	8	7	19	13
Textile Products	12	9	13	21	55	18	16	14	48	34
Wood Products	6	16	18	15	55	14	31	19	64	40
Paper Products	46	57	57	69	229	46	70	57	173	160
Printing, Publishing and Allied Industries	12	18	10	16	56	14	21	12	47	40
Iron and Steel Products	69	110	78	93	350	85	139	118	342	257
Non-Ferrous Metal Products	5	7	7	9	28	7	9	7	23	19
Electrical Apparatus and Supplies	15	12	15	21	63	11	16	22	49	42
Non-Metallic Mineral Products	7	16	24	17	64	6	18	25	49	47
Products of Petroleum and Coal	24	12	15	31	82	21	17	21	59	51
Chemical Products	17	28	29	25	99	23	33	35	91	74
Other Manufacturing Industries ¹	13	16	20	17	66	17	18	23	58	49
Total	266	363	363	410	1,402	312	459	432	1,203	992
Transportation, Storage and Communication	37	50	75	73	235	66	75	86	227	162
Public Utility Operation	21	16	13	17	67	27	18	14	59	50
Wholesale Trade	37	63	69	76	245	52	77	79	208	169
Retail Trade	34	64	57	71	226	37	73	56	166	155
Finance, Insurance and Real Estate	86	99	91	72	348	90	99	83	272	276
Service	12	18	20	12	62	11	19	21	51	50
Other Non-Manufacturing ²	15	31	37	23	106	12	29	37	78	83
Total All Industries	552	747	789	816	2,904	665	905	879	2,449	2,088

See footnotes below.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, 1958-1959

	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Mining, Quarrying and Oil Wells	30	35	46	44	155	38	40	45	123	111
Manufacturing:										
Foods and Beverages	21	31	39	38	129	24	33	37	94	91
Rubber Products	-	3	3	5	11	2	4	4	10	6
Textile Products	7	6	8	13	34	11	8	8	27	21
Wood Products	3	10	10	8	31	7	19	10	36	23
Paper Products	25	30	31	37	123	24	36	29	89	86
Printing, Publishing and Allied Industries	7	10	5	9	31	8	12	6	26	22
Iron and Steel Products	39	60	43	48	190	44	74	61	179	142
Non-Ferrous Metal Products	3	4	4	5	16	4	5	4	13	11
Electrical Apparatus and Supplies	8	6	8	11	33	6	8	11	25	22
Non-Metallic Mineral Products	4	9	13	9	35	3	9	13	25	26
Products of Petroleum and Coal	13	4	6	29	52	10	9	10	29	23
Chemical Products	10	16	17	15	58	12	17	18	47	43
Other Manufacturing Industries ¹	7	9	12	10	38	9	10	12	31	28
Total	147	198	199	237	781	164	244	223	631	544
Transportation, Storage and Communication	19	28	43	42	132	36	40	47	123	90
Public Utility Operation	12	9	7	9	37	15	10	8	33	28
Wholesale Trade	20	37	38	42	137	30	43	42	115	95
Retail Trade	19	38	32	41	130	20	41	30	91	89
Finance, Insurance and Real Estate	51	58	53	39	201	51	57	44	152	162
Service	7	12	12	7	38	6	12	11	29	31
Other Non-Manufacturing ²	9	18	21	14	62	7	16	20	43	48
Total All Industries	314	433	451	475	1,673	367	503	470	1,340	1,198

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1958 - 1959

	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Net Earnings	979	1,192	1,227	1,266	4,664	1,095	1,390	1,347	3,832	3,398
Less: Capital Cost Allowance	427	445	438	450	1,760	430	485	468	1,383	1,310
Profits Before Taxes	552	747	789	816	2,904	665	905	879	2,449	2,088
Less: Income Tax Liabilities	238	314	338	341	1,231	298	402	409	1,109	890
Profits After Taxes	314	433	451	475	1,673	367	503	470	1,340	1,198

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1958 - 1959

	Mining, Quarrying and Oil Wells									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	475	499	577	501	2,052	504	552	627	1,683	1,551
Net Earnings	96	92	114	101	403	109	123	133	365	302
Less: Capital Cost Allowance	52	49	50	39	190	51	67	62	180	151
Profits Before Taxes	44	43	64	62	213	58	56	71	185	151
Less: Income Tax Liabilities	14	8	18	18	58	20	16	26	62	40
Profits After Taxes	30	35	46	44	155	38	40	45	123	111
Depletion Charged	8	6	8	10	32	9	7	8	24	22
	Foods and Beverages									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	910	1,046	1,164	1,210	4,330	963	1,066	1,244	3,273	3,120
Net Earnings	58	75	89	89	311	66	84	92	242	222
Less: Capital Cost Allowance	19	19	18	22	78	20	21	20	61	56
Profits Before Taxes	39	56	71	67	233	46	63	72	181	166
Less: Income Tax Liabilities	18	25	32	29	104	22	30	35	87	75
Profits After Taxes	21	31	39	38	129	24	33	37	94	91
	Rubber Products									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	74	93	95	95	357	85	108	105	298	262
Net Earnings	4	9	9	12	34	7	11	10	28	22
Less: Capital Cost Allowance	3	3	3	3	12	3	3	3	9	9
Profit Before Taxes	1	6	6	9	22	4	8	7	19	13
Less: Income Tax Liabilities	1	3	3	4	11	2	4	3	9	7
Profits After Taxes	-	3	3	5	11	2	4	4	10	6

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1958-1959 - Continued

	Textile Products									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	373	375	384	423	1,555	402	406	410	1,218	1,132
Net Earnings	20	17	22	29	88	25	24	23	72	59
Less: Capital Cost Allowance	8	8	9	8	33	7	8	9	24	25
Profits Before Taxes	12	9	13	21	55	18	16	14	48	34
Less: Income Tax Liabilities.....	5	3	5	8	21	7	8	6	21	13
Profits After Taxes	7	6	8	13	34	11	8	8	27	21
	Wood Products									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales.....	329	417	460	420	1,626	359	479	449	1,287	1,206
Net Earnings	20	29	30	30	109	27	44	31	102	79
Less: Capital Cost Allowance	14	13	12	15	54	13	13	12	38	39
Profits Before Taxes	6	16	18	15	55	14	31	19	64	40
Less: Income Tax Liabilities.....	3	6	8	7	24	7	12	9	28	17
Profits After Taxes	3	10	10	8	31	7	19	10	36	23
Depletion Charged	1	1	1	1	4	1	1	1	3	3
	Paper Products									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales.....	428	464	496	525	1,913	442	511	528	1,481	1,388
Net Earnings	72	85	83	98	338	73	98	85	256	240
Less: Capital Cost Allowance	26	28	26	29	109	27	28	28	83	80
Profits Before Taxes	46	57	57	69	229	46	70	57	173	160
Less: Income Tax Liabilities.....	21	27	26	32	106	22	34	28	84	74
Profits After Taxes	25	30	31	37	123	24	36	29	89	86
Depletion Charged.....	1	1	1	1	4	1	1	1	3	3
	Printing, Publishing and Allied Industries									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	172	190	179	192	733	184	205	190	579	541
Net Earnings	17	24	15	23	79	19	27	17	63	56
Less: Capital Cost Allowance	5	6	5	7	23	5	6	5	16	16
Profits Before Taxes	12	18	10	16	56	14	21	12	47	40
Less: Income Tax Liabilities	5	8	5	7	25	6	9	6	21	18
Profits After Taxes.....	7	10	5	9	31	8	12	6	26	22

Note: 1. Depletion Charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1958-1959 - Continued

	Iron and Steel Products									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	1,199	1,454	1,322	1,415	5,390	1,265	1,535	1,479	4,279	3,975
Net Earnings	114	162	121	148	545	133	192	161	486	397
Less: Capital Cost Allowance	45	52	43	55	195	48	53	43	144	140
Profits Before Taxes	69	110	78	93	350	85	139	118	342	257
Less: Income Tax Liabilities	30	50	35	45	160	41	65	57	163	115
Profits After Taxes	39	60	43	48	190	44	74	61	179	142
	Non-Ferrous Metal Products									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	170	182	187	183	722	171	199	186	556	539
Net Earnings	21	20	25	19	85	19	26	21	66	66
Less: Capital Cost Allowance	16	13	18	10	57	12	17	14	43	47
Profits Before Taxes	5	7	7	9	28	7	9	7	23	19
Less: Income Tax Liabilities	2	3	3	4	12	3	4	3	10	8
Profits After Taxes	3	4	4	5	16	4	5	4	13	11
	Electrical Apparatus and Supplies									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	305	307	304	330	1,246	281	320	331	932	916
Net Earnings	22	19	22	27	90	18	23	29	70	63
Less: Capital Cost Allowance	7	7	7	6	27	7	7	7	21	21
Profits Before Taxes	15	12	15	21	63	11	16	22	49	42
Less: Income Tax Liabilities	7	6	7	10	30	5	8	11	24	20
Profits After Taxes	8	6	8	11	33	6	8	11	25	22
	Non-Metallic Mineral Products									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	96	133	156	156	541	102	141	161	404	385
Net Earnings	13	23	32	26	94	12	25	33	70	68
Less: Capital Cost Allowance	6	7	8	9	30	6	7	8	21	21
Profits Before Taxes	7	16	24	17	64	6	18	25	49	47
Less: Income Tax Liabilities	3	7	11	8	29	3	9	12	24	21
Profits After Taxes	4	9	13	9	35	3	9	13	25	26

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1958 - 1959 - Continued

	Products of Petroleum and Coal									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	593	590	628	692	2,503	654	597	663	1,914	1,811
Net Earnings	48	34	41	54	177	48	41	51	140	123
Less: Capital Cost Allowance	24	22	26	23	95	27	24	30	81	72
Profits Before Taxes	24	12	15	31	82	21	17	21	59	51
Less: Income Tax Liabilities	11	8	9	2	30	11	8	11	30	28
Profits After Taxes	13	4	6	29	52	10	9	10	29	23
	Chemical Products									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	296	345	333	327	1,301	323	378	358	1,059	974
Net Earnings	30	42	44	39	155	37	48	50	135	116
Less: Capital Cost Allowance	13	14	15	14	56	14	15	15	44	42
Profits Before Taxes	17	28	29	25	99	23	33	35	91	74
Less: Income Tax Liabilities	7	12	12	10	41	11	16	17	44	31
Profits After Taxes	10	16	17	15	58	12	17	18	47	43
	Other Manufacturing Industries*									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	223	234	239	236	932	247	258	267	772	696
Net Earnings	17	19	24	21	81	21	21	27	69	60
Less: Capital Cost Allowance	4	3	4	4	15	4	3	4	11	11
Profits Before Taxes	13	16	20	17	66	17	18	23	58	49
Less: Income Tax Liabilities	6	7	8	7	28	8	8	11	27	21
Profits After Taxes	7	9	12	10	38	9	10	12	31	28
	Total - Manufacturing									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	5,168	5,830	5,947	6,204	23,149	5,478	6,203	6,371	18,052	16,945
Net Earnings	456	558	557	615	2,186	505	664	630	1,799	1,571
Less: Capital Cost Allowance	190	195	194	205	784	193	205	198	596	579
Profits Before Taxes	266	363	363	410	1,402	312	459	432	1,203	992
Less: Income Tax Liabilities	119	165	164	173	621	148	215	209	572	448
Profits After Taxes	147	198	199	237	781	164	244	223	631	544

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1958-1959 - Continued

	Transportation, Storage and Communication									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	511	610	647	675	2,443	565	678	706	1,949	1,768
Net Earnings	110	133	152	158	553	135	163	180	478	395
Less: Capital Allowance	73	83	77	85	318	69	88	94	251	233
Profits Before Taxes	37	50	75	73	235	66	75	86	227	162
Less: Income Tax Liabilities	18	22	32	31	103	30	35	39	104	72
Profits After Taxes	19	28	43	42	132	36	40	47	123	90
	Public Utility Operation									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	122	104	93	122	441	147	117	105	369	319
Net Earnings	47	36	32	41	156	56	41	35	132	115
Less: Capital Cost Allowance	26	20	19	24	89	29	23	21	73	65
Profits Before Taxes	21	16	13	17	67	27	18	14	59	50
Less: Income Tax Liabilities	9	7	6	8	30	12	8	6	26	22
Profits After Taxes	12	9	7	9	37	15	10	8	33	28
	Wholesale Trade									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	2,187	2,568	2,516	2,573	9,844	2,331	2,836	2,765	7,932	7,271
Net Earnings	61	90	91	94	336	76	105	102	283	242
Less: Capital Cost Allowance	24	27	22	18	91	24	28	23	75	73
Profits Before Taxes	37	63	69	76	245	52	77	79	208	169
Less: Income Tax Liabilities	17	26	31	34	108	22	34	37	93	74
Profits After Taxes	20	37	38	42	137	30	43	42	115	95
	Retail Trade									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	1,858	2,308	2,101	2,241	8,508	2,045	2,507	2,312	6,864	6,267
Net Earnings	53	82	77	89	301	57	93	77	227	212
Less: Capital Cost Allowance	19	18	20	18	75	20	20	21	61	57
Profits Before Taxes	34	64	57	71	226	37	73	56	166	155
Less: Income Tax Liabilities	15	26	25	30	96	17	32	26	75	66
Profits After Taxes	19	38	32	41	130	20	41	30	91	89

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1958-1959 - Concluded

	Finance, Insurance and Real Estate									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Net Earnings.....	104	120	110	95	429	109	119	102	330	334
Less: Capital Cost Allowance.....	18	21	19	23	81	19	20	19	58	58
Profits Before Taxes.....	86	99	91	72	348	90	99	83	272	276
Less: Income Tax Liabilities	35	41	38	33	147	39	42	39	120	114
Profits After Taxes	51	58	53	39	201	51	57	44	152	162
	Service									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Net Earnings	24	32	33	26	115	23	34	34	91	89
Less: Capital Cost Allowance.....	12	14	13	14	53	12	15	13	40	39
Profits Before Taxes.....	12	18	20	12	62	11	19	21	51	50
Less: Income Tax Liabilities	5	6	8	5	24	5	7	10	22	19
Profits After Taxes	7	12	12	7	38	6	12	11	29	31
	Other Non-Manufacturing*									
	1958					1959			9 mos. 1959	9 mos. 1958
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Net Earnings.....	28	49	61	47	185	25	48	54	127	138
Less: Capital Cost Allowance.....	13	18	24	24	79	13	19	17	49	55
Profits Before Taxes.....	15	31	37	23	106	12	29	37	78	83
Less: Income Tax Liabilities	6	13	16	9	44	5	13	17	35	35
Profits After Taxes	9	18	21	14	62	7	16	20	43	48

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100 - 119
	Fuels	120 - 129
	Non-Metal Mining	130 - 149
	Quarrying, Clay and Sand Pits	150 - 169
	Prospecting	170 - 199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200 - 229
Rubber Products	Rubber Products	236 - 239
Textile Products	Textile Products (except Clothing)	250 - 269
	Clothing (Textile and Fur)	270 - 279
Wood Products	Wood Products	280 - 289
Paper Products	Paper Products	290 - 299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300 - 309
Iron and Steel Products	Iron and Steel Products	310 - 329
	Transportation Equipment	330 - 339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340 - 349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350 - 359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360 - 369
Products of Petroleum and Coal	Products of Petroleum and Coal	370 - 379
Chemical Products	Chemical Products	380 - 389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390 - 399
	Tobacco and Tobacco Products	230 - 235
	Leather Products	240 - 249
Transportation, Storage and Communication	Transportation	500 - 519
	Storage	520 - 539
	Communication	540 - 599
Public Utility Operation ¹	Public Utility Operation ¹	600 - 699
Wholesale Trade	Trade: Wholesale Trade	700 - 729
Retail Trade	Trade: Retail Trade	730 - 799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800 - 899
Service	Community or Public Service	900 - 909
	Recreation Service	920 - 929
	Business Service	930 - 939
	Personal Service	940 - 949
Other Non-Manufacturing	Agriculture	000 - 079
	Forestry	080 - 089
	Fishing and Trapping	090 - 099
	Construction	400 - 499

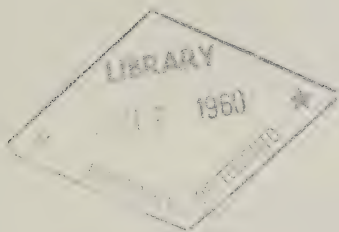
¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CORPORATION PROFITS

FOURTH QUARTER, 1959

Published by Authority of

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NOTE

Included for the first time in this report are data on seasonally adjusted corporation profits before taxes. These data which are shown for the years 1955 to date will appear in all subsequent reports.

The data contained in Tables 2, 3, 4 and 5 of this report have been revised to take into account the latest available information for previous periods and, therefore, replace the estimates in earlier issues for the years 1955 to date. All data from the first quarter of 1955 to the third quarter of 1959 inclusive have been reworked to include more up-to-date information.

CORPORATION PROFITS

FOURTH QUARTER, 1959

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are estimated quarterly and are based on figures supplied by reporting companies. Adjustments are made to the quarterly estimates to cover losses in prior quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the paper products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1955-59

No.		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Mining, Quarrying and Oil Wells	73	73	79	100	325	107	98	96	81	382
	Manufacturing:										
2	Foods and Beverages	46	48	53	50	197	52	48	50	52	202
3	Rubber Products	6	6	7	7	26	7	8	8	8	31
4	Textile Products	8	10	13	13	44	14	14	13	16	57
5	Wood Products	30	29	30	27	116	24	21	19	15	79
6	Paper Products	69	67	66	75	277	79	75	72	57	283
7	Printing, Publishing and Allied Industries	11	11	11	12	45	14	14	14	14	56
8	Iron and Steel Products	53	84	109	99	345	100	111	108	133	452
9	Non-Ferrous Metal Products	9	11	12	13	45	12	12	15	8	47
10	Electrical Apparatus and Supplies	15	14	20	19	68	18	19	18	21	76
11	Non-Metallic Mineral Products	16	17	17	17	67	18	18	16	16	68
12	Products of Petroleum and Coal	29	29	34	41	133	35	34	34	39	142
13	Chemical Products	24	24	24	24	96	25	25	23	24	97
14	Other Manufacturing Industries ¹	14	14	13	15	56	15	14	14	13	56
15	Total	330	364	409	412	1,515	413	413	404	416	1,646
16	Transportation, Storage and Communication	45	48	49	56	198	56	60	63	61	240
17	Public Utility Operation	14	12	14	15	55	15	15	15	15	60
18	Wholesale Trade	47	52	60	63	222	76	70	73	76	295
19	Retail Trade	35	41	47	47	170	43	56	57	57	213
20	Finance, Insurance and Real Estate	71	74	86	95	326	79	78	84	77	318
21	Service	10	15	15	16	56	15	18	18	18	69
22	Other Non-Manufacturing ²	23	23	26	26	98	29	29	30	34	122
23	Total All Industries	648	702	785	830	2,965	833	837	840	835	3,345

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

Notes on Seasonally Adjusted Corporate Profits Data

Estimates of seasonally adjusted corporate profits before taxes in industry detail are presented for the first time in this issue, in order to facilitate the interpretation of underlying trends in the data. The profits of most Canadian industries show clearly defined seasonal patterns due to the influence of a variety of climatic and institutional factors such as the freezing of the Seaway during the winter months or the heavy consumer buying associated with the Christmas season. In dealing with time series in which such seasonal fluctuations occur, it is usually difficult to detect the basic underlying movements of the data since these are often obscured by the regular, repetitive seasonal pattern. Although the process of seasonal adjustment designed to "eliminate" such patterns can be carried out in approximate terms only, the resulting seasonally adjusted data do provide an important aid in the analysis of time series. By eliminating the seasonal movements, the underlying trend-cycle can be brought into sharper focus and studied in isolation.

The process of seasonal adjustment used in this table is essentially similar to that used in many other seasonally adjusted data published by D.B.S. Briefly the process is as follows: run a four quarter centered

moving average through each series to be adjusted; on a chart plot the deviations of the original observations from the moving average for each of the first, second, third and fourth quarters; fit a curve to these deviations and from this read off the average deviations (seasonal factors) for each of the first, second, third and fourth quarters. The seasonally adjusted data are derived by dividing the original observations by the average seasonal factors determined as above. A fuller description of the problems and methods of seasonal adjustment is contained in *Seasonally Adjusted Economic Indicators, 1947-1955 (An Outline of Problems and Methods)* published as No. 77 in the Reference Paper series of the Dominion Bureau of Statistics.

It should be noted that the data published above are corporate profits before taxes and before dividends paid abroad. They do not therefore agree with the profits figures published in the main tables of the National Accounts, which are recorded after dividends paid abroad. In addition, the above estimates incorporate revisions to data which it has not yet been possible to incorporate in the National Accounts. For 1958 these amount to \$-15 million and for 1959 \$+24 million.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1955-59

1957					1958					1959					No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
88	92	82	67	329	55	57	66	75	253	77	87	72	99	335	1
54	53	54	54	215	56	57	56	59	228	63	61	60	65	249	2
7	5	4	4	20	2	5	6	7	20	7	7	6	4	24	3
16	14	13	11	54	11	11	16	17	55	17	20	18	15	70	4
8	11	10	6	35	8	9	12	14	43	16	16	15	17	64	5
57	55	54	51	217	53	50	57	60	220	55	61	57	65	238	6
13	14	13	14	54	14	15	14	16	59	16	17	17	17	67	7
131	115	113	97	456	92	89	84	97	362	108	114	130	117	469	8
5	2	- 8	- 2	- 3	4	4	5	7	20	5	5	6	5	21	9
16	17	17	16	66	20	13	13	15	61	17	17	21	17	72	10
16	17	17	16	66	16	15	18	20	69	16	16	18	18	68	11
39	40	36	24	139	23	13	15	26	77	21	16	22	28	87	12
22	23	24	23	92	24	25	27	30	106	32	32	33	32	129	13
17	17	13	16	63	16	16	17	19	68	19	19	19	18	75	14
401	383	360	330	1,474	339	322	340	387	1,388	392	401	422	418	1,633	15
50	58	51	46	205	44	48	58	66	216	79	68	65	59	271	16
15	16	15	17	63	17	16	18	18	69	21	19	20	22	82	17
75	70	62	60	267	54	59	63	65	241	67	68	70	69	274	18
50	50	55	50	205	56	49	55	59	219	61	59	55	56	231	19
72	70	67	66	275	71	65	74	95	305	71	70	73	86	300	20
19	19	21	17	76	18	18	18	19	73	17	19	18	20	74	21
33	33	33	34	133	39	38	37	37	151	33	40	38	39	150	22
803	791	746	687	3,027	693	672	729	821	2,915	818	831	833	868	3,350	23

² Includes Agriculture, Forestry, Fishing and Construction.

Corporation Profits Before Taxes

Corporation Profits before taxes have been estimated at \$881 million for the fourth quarter of 1959, an increase of \$66 million, or 8 per cent, from the revised estimate of \$815 million for the fourth quarter of 1958. Cumulative profits before taxes for the 12 months ended December 31, 1959, increased an estimated \$435 million, or 15 per cent, to \$3,350 million from \$2,915 million, the revised estimate for the 12 months ended December 31, 1958.

Income tax liabilities for the fourth quarter of 1959 were estimated at \$395 million, an increase of \$37 million, or 10 per cent, from the revised estimate of \$358 million for the fourth quarter of 1958. Income tax liabilities for the twelve months of 1959 increased an estimated \$226 million, or 18 per cent, from the revised estimate of \$1,280 million for the twelve months of 1958 to \$1,506.

Corporation profits after taxes for the fourth quarter of 1959 amounted to \$486 million, an increase of \$29 million, or 6 per cent, from the revised estimate of \$457 million for the fourth quarter of 1958. Cumulative profits after taxes for the twelve months ended December 31, 1959, were estimated at \$1,844 million, an

increase of \$209 million, or 13 per cent, from the revised estimate of \$1,635 million for the corresponding twelve months of 1958.

In the Manufacturing sector profits before taxes for the fourth quarter of 1959 were estimated at \$439 million, an increase of \$35 million, or 9 per cent, from the revised estimate of \$404 million for the fourth quarter of 1958. The increase in profits before taxes is reflected in seven out of the thirteen industrial groups included in the Manufacturing sector. The most sizeable increase occurred in Iron and Steel Products which rose an estimated \$20 million, from \$101 million, the revised estimate for the fourth quarter of 1958, to \$121 million in the fourth quarter of 1959.

In the Non-Manufacturing sector profits before taxes for the fourth quarter of 1959 were estimated at \$442 million, an increase of \$31 million, or 7 per cent, from the revised fourth quarter, 1958, estimate of \$411 million. The most sizeable increase in this sector occurred in the Mining, Quarrying and Oil Wells group which rose an estimated \$27 million, from \$73 million, the revised estimate for the fourth quarter of 1958, to \$100 million in the fourth quarter of 1959.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1955-59

No.		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Mining, Quarrying and Oil Wells	70	74	85	96	325	103	97	105	77	382
	Manufacturing:										
2	Foods and Beverages	33	47	64	53	197	37	47	60	58	202
3	Rubber Products	5	6	8	7	26	5	10	7	9	31
4	Textile Products	10	10	10	14	44	17	13	10	17	57
5	Wood Products	23	34	37	22	116	17	25	25	12	79
6	Paper Products	58	71	66	82	277	69	78	72	64	283
7	Printing, Publishing and Allied Industries	10	15	8	12	45	11	20	11	14	56
8	Iron and Steel Products	47	105	105	88	345	84	141	103	124	452
9	Non-Ferrous Metal Products	7	13	13	12	45	11	14	15	7	47
10	Electrical Apparatus and Supplies	14	13	19	22	68	17	18	17	24	76
11	Non-Metallic Mineral Products	8	21	24	14	67	10	22	22	14	68
12	Products of Petroleum and Coal	28	26	38	41	133	36	30	37	39	142
13	Chemical Products	21	29	26	20	96	21	30	25	21	97
14	Other Manufacturing Industries ¹	12	16	14	14	56	13	14	15	14	56
15	Total	276	406	432	401	1,515	348	462	419	417	1,646
16	Transportation, Storage and Communication	31	49	62	56	198	38	63	80	59	240
17	Public Utility Operation	18	12	10	15	55	20	14	11	15	60
18	Wholesale Trade	35	58	69	60	222	56	80	84	75	295
19	Retail Trade	21	49	48	52	170	24	66	58	65	213
20	Finance, Insurance and Real Estate	80	99	81	66	326	76	87	89	66	318
21	Service	9	17	18	12	56	13	21	21	14	69
22	Other Non-Manufacturing ²	13	25	36	24	98	17	32	42	31	122
23	Total All Industries	553	789	841	782	2,965	695	922	909	819	3,345

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1955-59

No.		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Mining, Quarrying and Oil Wells	47	50	58	64	219	68	64	70	51	253
	Manufacturing:										
2	Foods and Beverages	18	25	35	28	106	20	26	33	32	111
3	Rubber Products	3	3	4	4	14	3	5	4	5	17
4	Textile Products	6	7	7	10	30	11	8	6	10	35
5	Wood Products	13	19	20	12	64	10	15	14	7	46
6	Paper Products	31	39	36	44	150	37	42	39	35	153
7	Printing, Publishing and Allied Industries	6	8	4	7	25	6	12	6	8	32
8	Iron and Steel Products	26	59	59	50	194	46	77	56	68	247
9	Non-Ferrous Metal Products	4	7	7	7	25	6	7	8	4	25
10	Electrical Apparatus and Supplies	8	7	10	12	37	9	10	9	13	41
11	Non-Metallic Mineral Products	4	11	13	8	36	5	12	12	7	36
12	Products of Petroleum and Coal	16	15	21	23	75	22	19	23	24	88
13	Chemical Products	12	17	15	11	55	12	17	14	12	55
14	Other Manufacturing Industries ¹	8	9	8	8	33	8	8	9	8	33
15	Total	155	226	239	224	844	195	258	233	233	919
16	Transportation, Storage and Communication	17	27	34	30	108	21	35	45	33	134
17	Public Utility Operation	10	7	6	9	32	11	8	6	9	34
18	Wholesale Trade	19	31	37	33	120	32	45	47	42	166
19	Retail Trade	11	27	26	28	92	14	38	33	37	122
20	Finance, Insurance and Real Estate	47	58	47	39	191	45	52	53	39	189
21	Service	5	10	11	7	33	8	13	13	9	43
22	Other Non-Manufacturing ²	7	14	20	13	54	10	19	25	18	72
23	Total All Industries	318	450	478	447	1,693	404	532	525	471	1,932

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1955-59

1957					1958					1959					No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
82	94	89	64	329	51	54	75	73	253	72	82	81	100	335	1
39	51	65	60	215	40	56	66	66	228	46	62	68	73	249	2
4	7	6	3	20	1	6	6	7	20	4	9	7	4	24	3
17	13	13	11	54	11	10	15	19	55	18	18	17	17	70	4
5	13	12	5	35	5	12	13	13	43	11	22	15	16	64	5
45	59	56	57	217	43	53	57	67	220	45	65	57	71	238	6
12	19	10	13	54	12	20	11	16	59	13	23	14	17	67	7
112	146	93	105	456	73	114	74	101	362	91	144	113	121	469	8
5	2	- 7	- 3	- 3	4	5	5	6	20	5	6	5	5	21	9
16	19	15	16	66	17	13	13	18	61	13	18	20	21	72	10
6	20	25	15	66	6	17	27	19	69	5	18	28	17	68	11
44	31	37	27	139	24	10	14	29	77	22	12	18	35	87	12
21	31	19	21	92	20	31	30	25	106	28	39	37	25	129	13
14	16	17	16	63	14	16	20	18	68	17	18	23	17	75	14
340	427	361	346	1,474	270	363	351	404	1,388	318	454	422	439	1,633	15
30	64	68	43	205	30	50	72	64	216	54	73	84	60	271	16
24	15	10	14	63	24	16	12	17	69	31	18	13	20	82	17
59	80	79	49	267	40	65	73	63	241	49	76	83	66	274	18
35	58	53	59	205	37	59	53	70	219	43	71	50	67	231	19
77	82	65	51	275	72	80	76	77	305	69	81	69	81	300	20
16	24	23	13	76	15	22	22	14	73	14	23	22	15	74	21
18	37	47	31	133	21	44	53	33	151	17	47	53	33	150	22
681	881	795	670	3,027	560	753	787	815	2,915	667	925	877	881	3,350	23

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1955-59

1957					1958					1959					No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
53	61	58	42	214	34	36	49	48	167	46	53	52	64	215	1
21	28	35	33	117	21	30	36	36	123	24	32	36	38	130	2
2	4	3	2	11	1	3	3	4	11	2	5	4	2	13	3
10	8	8	6	32	6	6	8	11	31	10	10	10	9	39	4
3	7	7	3	20	3	7	7	7	24	6	13	9	9	37	5
24	32	30	31	117	23	28	30	35	116	23	33	29	37	122	6
7	10	5	7	29	7	11	6	9	33	7	12	8	9	36	7
61	80	51	57	249	39	61	40	55	195	49	77	60	64	250	8
3	-	- 9	- 4	- 10	2	3	3	3	11	3	3	3	3	12	9
8	10	8	9	35	10	6	6	10	32	8	9	10	11	38	10
3	11	14	8	36	3	9	15	10	37	3	9	14	9	35	11
28	20	23	17	88	15	6	9	18	48	14	8	11	22	55	12
11	16	10	11	48	11	17	16	13	57	15	20	19	13	67	13
8	9	9	9	35	7	9	11	10	37	9	10	13	9	41	14
189	235	194	189	807	148	196	190	221	755	173	241	226	235	875	15
17	35	38	24	114	17	27	40	35	119	28	38	44	31	141	16
13	8	5	8	34	13	9	6	9	37	16	10	7	10	43	17
32	44	44	27	147	22	37	41	35	135	27	42	46	37	152	18
19	32	29	32	112	21	33	30	39	123	24	39	27	37	127	19
42	44	35	28	149	41	45	43	44	173	38	45	37	45	165	20
10	14	14	8	46	9	13	12	8	42	9	14	13	9	45	21
10	22	28	18	78	12	24	30	18	84	9	25	29	18	81	22
385	495	445	376	1,701	317	420	441	457	1,635	370	507	481	486	1,844	23

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1955 - 59

No.		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Net Earnings	877	1,147	1,210	1,163	4,397	1,064	1,337	1,347	1,270	5,018
2	Less: Capital Cost Allowance	324	358	369	381	1,432	369	415	438	451	1,673
3	Profits Before Taxes	553	789	841	782	2,965	695	922	909	819	3,345
4	Less: Income Tax Liabilities	235	339	363	335	1,272	291	390	384	348	1,413
5	Profits After Taxes	318	450	478	447	1,693	404	532	525	471	1,932

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1955 - 59

No.		Mining, Quarrying and Oil Wells									
		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Sales	425	435	432	523	1,815	551	573	639	609	2,372
2	Net Earnings	101	108	122	134	465	141	137	151	122	551
3	Less: Capital Cost Allowance	31	34	37	38	140	38	40	46	45	169
4	Profits Before Taxes	70	74	85	96	325	103	97	105	77	382
5	Less: Income Tax Liabilities	23	24	27	32	106	35	33	35	26	129
6	Profits After Taxes	47	50	58	64	219	68	64	70	51	253
7	Depletion Charged	3	4	4	6	17	8	7	7	7	29
		Foods and Beverages									
		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
8	Sales	816	880	934	932	3,562	799	872	994	1,028	3,693
9	Net Earnings	49	63	81	71	264	54	65	77	76	272
10	Less: Capital Cost Allowance	16	16	17	18	67	17	18	17	18	70
11	Profits Before Taxes	33	47	64	53	197	37	47	60	58	202
12	Less: Income Tax Liabilities	15	22	29	25	91	17	21	27	26	91
13	Profits After Taxes	18	25	35	28	106	20	26	33	32	111
		Rubber Products									
		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
14	Sales	79	85	90	90	344	80	99	91	97	367
15	Net Earnings	7	9	11	10	37	8	13	10	12	43
16	Less: Capital Cost Allowance	2	3	3	3	11	3	3	3	3	12
17	Profits Before Taxes	5	6	8	7	26	5	10	7	9	31
18	Less: Income Tax Liabilities	2	3	4	3	12	2	5	3	4	14
19	Profits After Taxes	3	3	4	4	14	3	5	4	5	17

Note: 1. Depletion charges have not been deducted from profits.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1955-59

1957					1958					1959					No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
1,106	1,338	1,262	1,152	4,858	995	1,221	1,261	1,288	4,765	1,097	1,412	1,385	1,392	5,286	1
425	457	467	482	1,831	435	468	474	473	1,850	430	487	508	511	1,936	2
681	881	795	670	3,027	560	753	787	815	2,915	667	925	877	881	3,350	3
296	386	350	294	1,326	243	333	346	358	1,280	297	418	396	395	1,506	4
385	495	445	376	1,701	317	420	441	457	1,635	370	507	481	486	1,844	5

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1955-59

Mining, Quarrying and Oil Wells															No.
1957					1958					1959					
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
550	591	553	548	2,242	508	525	564	521	2,118	536	578	614	631	2,359	1
125	138	139	104	506	107	103	127	110	447	127	140	148	149	564	2
43	44	50	40	177	56	49	52	37	194	55	58	67	49	229	3
82	94	89	64	329	51	54	75	73	253	72	82	81	100	335	4
29	33	31	22	115	17	18	26	25	86	26	29	29	36	120	5
53	61	58	42	214	34	36	49	48	167	46	53	52	64	215	6
9	8	9	8	34	8	6	8	10	32	9	7	8	10	34	7
Foods and Beverages															
1957					1958					1959					No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
848	959	1,040	1,014	3,861	886	1,028	1,084	1,112	4,110	943	1,045	1,167	1,166	4,321	8
56	69	84	80	289	58	74	85	87	304	65	81	89	95	330	9
17	18	19	20	74	18	18	19	21	76	19	19	21	22	81	10
39	51	65	60	215	40	56	66	66	228	46	62	68	73	249	11
18	23	30	27	98	19	26	30	30	105	22	30	32	35	119	12
21	28	35	33	117	21	30	36	36	123	24	32	36	38	130	13
Rubber Products															
1957					1958					1959					No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
87	98	94	88	367	75	95	94	96	360	86	112	103	100	401	14
7	11	10	6	34	4	9	10	10	33	7	12	11	7	37	15
3	4	4	3	14	3	3	4	3	13	3	3	4	3	13	16
4	7	6	3	20	1	6	6	7	20	4	9	7	4	24	17
2	3	3	1	9	-	3	3	3	9	2	4	3	2	11	18
2	4	3	2	11	1	3	3	4	11	2	5	4	2	13	19

Note: 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1955-59 - Continued

No.		Textile Products									
		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Sales	347	357	361	416	1,481	396	371	375	426	1,568
2	Net Earnings	16	18	18	22	74	24	21	18	26	89
3	Less: Capital Cost Allowance	6	8	8	8	30	7	8	8	9	32
4	Profits Before Taxes	10	10	10	14	44	17	13	10	17	57
5	Less: Income Tax Liabilities	4	3	3	4	14	6	5	4	7	22
6	Profits After Taxes	6	7	7	10	30	11	8	6	10	35
		Wood Products									
		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
7	Sales	246	298	310	277	1,131	376	422	442	402	1,642
8	Net Earnings	32	44	47	34	157	29	38	35	26	128
9	Less: Capital Cost Allowance	9	10	10	12	41	12	13	10	14	49
10	Profits Before Taxes	23	34	37	22	116	17	25	25	12	79
11	Less: Income Tax Liabilities	10	15	17	10	52	7	10	11	5	33
12	Profits After Taxes	13	19	20	12	64	10	15	14	7	46
13	Depletion Charged	1	2	2	1	6	1	1	2	1	5
		Paper Products									
		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
14	Sales	398	433	505	476	1,812	441	473	491	508	1,913
15	Net Earnings	81	94	88	104	367	94	103	97	91	385
16	Less: Capital Cost Allowance	23	23	22	22	90	25	25	25	27	102
17	Profits Before Taxes	58	71	66	82	277	69	78	72	64	283
18	Less: Income Tax Liabilities	27	32	30	38	127	32	36	33	29	130
19	Profits After Taxes	31	39	36	44	150	37	42	39	35	153
20	Depletion Charged	1	1	-	1	3	1	1	1	1	4
		Printing, Publishing and Allied Industries									
		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
21	Sales	127	148	133	158	566	158	180	162	185	685
22	Net Earnings	14	19	12	17	62	15	25	16	20	76
23	Less: Capital Cost Allowance	4	4	4	5	17	4	5	5	6	20
24	Profits Before Taxes	10	15	8	12	45	11	20	11	14	56
25	Less: Income Tax Liabilities	4	7	4	5	20	5	8	5	6	24
26	Profits After Taxes	6	8	4	7	25	6	12	6	8	32

Note: 1. Depletion charges have not been deducted from profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1955-59 - Continued

Textile Products																No.
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
392	387	391	389	1,559	366	375	388	421	1,550	396	409	415	422	1,642	1	
25	21	20	20	86	19	18	22	27	86	25	26	24	25	100	2	
8	8	7	9	32	8	8	7	8	31	7	8	7	8	30	3	
17	13	13	11	54	11	10	15	19	55	18	18	17	17	70	4	
7	5	5	5	22	5	4	7	8	24	8	8	7	8	31	5	
10	8	8	6	32	6	6	8	11	31	10	10	10	9	39	6	
Wood Products																
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
338	413	436	369	1,556	335	424	466	431	1,656	370	498	461	446	1,775	7	
16	26	24	17	83	17	24	25	25	91	23	34	27	28	112	8	
11	13	12	12	48	12	12	12	12	48	12	12	12	12	48	9	
5	13	12	5	35	5	12	13	13	43	11	22	15	16	64	10	
2	6	5	2	15	2	5	6	6	19	5	9	6	7	27	11	
3	7	7	3	20	3	7	7	7	24	6	13	9	9	37	12	
1	1	2	1	5	1	1	1	1	4	1	1	1	1	4	13	
Paper Products																
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
458	498	484	462	1,902	439	486	487	483	1,895	456	536	519	530	2,041	14	
72	87	84	84	327	70	81	85	95	331	72	93	87	99	351	15	
27	28	28	27	110	27	28	28	28	111	27	28	30	28	113	16	
45	59	56	57	217	43	53	57	67	220	45	65	57	71	238	17	
21	27	26	26	100	20	25	27	32	104	22	32	28	34	116	18	
24	32	30	31	117	23	28	30	35	116	23	33	29	37	122	19	
1	1	1	1	4	1	1	1	1	4	1	1	1	1	4	20	
Printing, Publishing and Allied Industries																
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
165	182	166	178	691	170	188	175	188	721	185	203	186	207	781	21	
17	24	15	18	74	17	26	17	21	81	18	29	20	22	89	22	
5	5	5	5	20	5	6	6	5	22	5	6	6	5	22	23	
12	19	10	13	54	12	20	11	16	59	13	23	14	17	67	24	
5	9	5	6	25	5	9	5	7	26	6	11	6	8	31	25	
7	10	5	7	29	7	11	6	9	33	7	12	8	9	36	26	

Note: 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1955-59 - Continued

No.		Iron and Steel Products									
		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Sales	947	1,305	1,341	1,288	4,881	1,197	1,556	1,459	1,577	5,789
2	Net Earnings	85	149	141	126	501	125	187	146	171	629
3	Less: Capital Cost Allowance	38	44	36	38	156	41	46	43	47	177
4	Profits Before Taxes	47	105	105	88	345	84	141	103	124	452
5	Less: Income Tax Liabilities	21	46	46	38	151	38	64	47	56	205
6	Profits After Taxes	26	59	59	50	194	46	77	56	68	247
		Non-Ferrous Metal Products									
		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
7	Sales	159	185	182	198	724	195	213	208	220	836
8	Net Earnings	24	31	32	31	118	22	31	35	33	121
9	Less: Capital Cost Allowance	17	18	19	19	73	11	17	20	26	74
10	Profits Before Taxes	7	13	13	12	45	11	14	15	7	47
11	Less: Income Tax Liabilities	3	6	6	5	20	5	7	7	3	22
12	Profits After Taxes	4	7	7	7	25	6	7	8	4	25
		Electrical Apparatus and Supplies									
		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
13	Sales	267	272	287	334	1,160	306	342	338	379	1,365
14	Net Earnings	20	19	24	28	91	23	25	24	30	102
15	Less: Capital Cost Allowance	6	6	5	6	23	6	7	7	6	26
16	Profits Before Taxes	14	13	19	22	68	17	18	17	24	76
17	Less: Income Tax Liabilities	6	6	9	10	31	8	8	8	11	35
18	Profits After Taxes	8	7	10	12	37	9	10	9	13	41
		Non-Metallic Mineral Products									
		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
19	Sales	91	132	154	138	515	104	142	153	155	554
20	Net Earnings										
21	Less: Capital Cost Allowance	5	5	6	8	24	6	7	8	8	29
22	Profits Before Taxes	8	21	24	14	67	10	22	22	14	68
23	Less: Income Tax Liabilities	4	10	11	6	31	5	10	10	7	32
24	Profits After Taxes	4	11	13	8	36	5	12	12	7	36

Note: 1. Depletion charges have not been deducted from profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1955-59 - Continued

Iron and Steel Products																No.
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
1,489	1,641	1,437	1,465	6,032	1,302	1,555	1,343	1,453	5,653	1,372	1,650	1,510	1,579	6,111	1	
157	192	137	147	633	115	161	114	153	543	135	191	153	170	649	2	
45	46	44	42	177	42	47	40	52	181	44	47	40	49	180	3	
112	146	93	105	456	73	114	74	101	362	91	144	113	121	469	4	
51	66	42	48	207	34	53	34	46	167	42	67	53	57	219	5	
61	80	51	57	249	39	61	40	55	195	49	77	60	64	250	6	
Non-Ferrous Metal Products																
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
203	194	179	193	769	171	185	191	186	733	175	201	189	214	779	7	
30	27	9	23	89	23	23	29	19	94	16	23	18	23	80	8	
25	25	16	26	92	19	18	24	13	74	11	17	13	18	59	9	
5	2	- 7	- 3	- 3	4	5	5	6	20	5	6	5	5	21	10	
2	2	2	1	7	2	2	2	3	9	2	3	2	2	9	11	
3	-	- 9	- 4	- 10	2	3	3	3	11	3	3	3	3	12	12	
Electrical Apparatus and Supplies																
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
314	329	319	339	1,301	297	294	293	310	1,194	275	307	317	330	1,229	13	
23	25	21	23	92	24	19	19	24	86	20	24	26	27	97	14	
7	6	6	7	26	7	6	6	6	25	7	6	6	6	25	15	
16	19	15	16	66	17	13	13	18	61	13	18	20	21	72	16	
8	9	7	7	31	7	7	7	8	29	5	9	10	10	34	17	
8	10	8	9	35	10	6	6	10	32	8	9	10	11	38	18	
Non-Metallic Mineral Products																
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
109	153	183	160	605	108	153	184	168	613	114	160	189	166	629	19	
13	28	34	24	99	13	25	35	29	102	11	26	36	27	100	20	
7	8	9	9	33	7	8	8	10	33	6	8	8	10	32	21	
6	20	25	15	66	6	17	27	19	69	5	18	28	17	68	22	
3	9	11	7	30	3	8	12	9	32	2	9	14	8	33	23	
3	11	14	8	36	3	9	15	10	37	3	9	14	9	35	24	

Note: 2. Canadian Divisions Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1955-59 - Continued

No.	Products of Petroleum and Coal									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
1	377	399	449	466	1,691	538	549	599	644	2,330
2	45	45	56	62	208	55	50	59	60	224
3	17	19	18	21	75	19	20	22	21	82
4	28	26	38	41	133	36	30	37	39	142
5	12	11	17	18	58	14	11	14	15	54
6	16	15	21	23	75	22	19	23	24	88
	Chemical Products									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
7	266	305	291	287	1,149	276	320	296	302	1,194
8	32	40	37	34	143	33	42	38	34	147
9	11	11	11	14	47	12	12	13	13	50
10	21	29	26	20	96	21	30	25	21	97
11	9	12	11	9	41	9	13	11	9	42
12	12	17	15	11	55	12	17	14	12	55
	Other Manufacturing Industries*									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
13	154	173	175	176	678	212	222	219	229	882
14	14	18	18	17	67	16	18	19	17	70
15	2	2	4	3	11	3	4	4	3	14
16	12	16	14	14	56	13	14	15	14	56
17	4	7	6	6	23	5	6	6	6	23
18	8	9	8	8	33	8	8	9	8	33
	Total - Manufacturing									
	1955					1956				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
19	4,274	4,972	5,212	5,236	19,694	5,078	5,761	5,827	6,152	22,818
20	432	575	595	578	2,180	514	647	604	618	2,383
21	156	169	163	177	665	166	185	185	201	737
22	276	406	432	401	1,515	348	462	419	417	1,646
23	121	180	193	177	671	153	204	186	184	727
24	155	226	239	224	844	195	258	233	233	919

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1955-59 - Continued

Products of Petroleum and Coal																No.
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	No.	
millions of dollars																
414	401	429	435	1,679	395	393	420	462	1,670	442	401	442	483	1,768	1	
68	55	61	50	234	49	34	40	50	173	51	39	48	53	191	2	
24	24	24	23	95	25	24	26	21	96	29	27	30	18	104	3	
44	31	37	27	139	24	10	14	29	77	22	12	18	35	87	4	
16	11	14	10	51	9	4	5	11	29	8	4	7	13	32	5	
28	20	23	17	88	15	6	9	18	48	14	8	11	22	55	6	
Chemical Products																
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	No.	
millions of dollars																
291	337	333	319	1,280	303	358	352	341	1,354	325	391	379	353	1,448	7	
33	44	33	37	147	33	46	46	42	167	41	53	53	44	191	8	
12	13	14	16	55	13	15	16	17	61	13	14	16	19	62	9	
21	31	19	21	92	20	31	30	25	106	28	39	37	25	129	10	
10	15	9	10	44	9	14	14	12	49	13	19	18	12	62	11	
11	16	10	11	48	11	17	16	13	57	15	20	19	13	67	12	
Other Manufacturing Industries*																
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	No.	
millions of dollars																
221	234	238	229	922	228	240	249	248	965	251	268	280	267	1,066	13	
17	19	21	20	77	17	19	24	22	82	20	21	27	22	90	14	
3	3	4	4	14	3	3	4	4	14	3	3	4	5	15	15	
14	16	17	16	63	14	16	20	18	68	17	18	23	17	75	16	
6	7	8	7	28	7	7	9	8	31	8	8	10	8	34	17	
8	9	9	9	35	7	9	11	10	37	9	10	13	9	41	18	
Total - Manufacturing																
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	No.	
millions of dollars																
5,329	5,826	5,729	5,640	22,524	5,075	5,774	5,726	5,899	22,474	5,390	6,181	6,157	6,263	23,991	19	
534	628	553	549	2,264	459	559	551	604	2,173	504	652	619	642	2,417	20	
194	201	192	203	790	189	196	200	200	785	186	198	197	203	784	21	
340	427	361	346	1,474	270	363	351	404	1,388	318	454	422	439	1,633	22	
151	192	167	157	667	122	167	161	183	633	145	213	196	204	758	23	
189	235	194	189	807	148	196	190	221	755	173	241	226	235	875	24	

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1955-59 - Continued

No.	Transportation, Storage and Communication										
	1955					1956					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
	millions of dollars										
1	Sales	453	540	576	563	2,132	491	619	674	667	2,451
2	Net Earnings	90	114	133	128	465	109	143	165	143	560
3	Less: Capital Cost Allowance	59	65	71	72	267	71	80	85	84	320
4	Profits Before Taxes	31	49	62	56	198	38	63	80	59	240
5	Less: Income Tax Liabilities	14	22	28	26	90	17	28	35	26	106
6	Profits After Taxes	17	27	34	30	108	21	35	45	33	134
	Public Utility Operation										
	1955					1956					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
	millions of dollars										
7	Sales	76	66	64	77	283	98	85	81	96	360
8	Net Earnings	31	25	22	29	107	38	31	28	33	130
9	Less: Capital Cost Allowance	13	13	12	14	52	18	17	17	18	70
10	Profits Before Taxes	18	12	10	15	55	20	14	11	15	60
11	Less: Income Tax Liabilities	8	5	4	6	23	9	6	5	6	26
12	Profits After Taxes	10	7	6	9	32	11	8	6	9	34
	Wholesale Trade										
	1955					1956					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
	millions of dollars										
13	Sales	1,774	2,140	2,317	2,391	8,622	2,250	2,662	2,693	2,703	10,308
14	Net Earnings	48	72	84	75	279	72	97	104	98	371
15	Less: Capital Cost Allowance	13	14	15	15	57	16	17	20	23	76
16	Profits Before Taxes	35	58	69	60	222	56	80	84	75	295
17	Less: Income Tax Liabilities	16	27	32	27	102	24	35	37	33	129
18	Profits After Taxes	19	31	37	33	120	32	45	47	42	166
	Retail Trade										
	1955					1956					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
	millions of dollars										
19	Sales	1,497	1,901	1,845	1,888	7,131	1,632	2,243	2,116	2,103	8,094
20	Net Earnings	37	64	63	70	234	40	84	77	85	286
21	Less: Capital Cost Allowance	16	15	15	18	64	16	18	19	20	73
22	Profits Before Taxes	21	49	48	52	170	24	66	58	65	213
23	Less: Income Tax Liabilities	10	22	22	24	78	10	28	25	28	91
24	Profits After Taxes	11	27	26	28	92	14	38	33	37	122

Note: 1. Depletion charges have not been deducted from profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1955-59 - Continued

Transportation, Storage and Communication																No.
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
608	722	743	697	2,770	616	688	727	732	2,763	681	749	798	777	3,005	1	
114	159	165	137	575	109	137	152	153	551	128	164	181	166	639	2	
84	95	97	94	370	79	87	80	89	335	74	91	97	106	368	3	
30	64	68	43	205	30	50	72	64	216	54	73	84	60	271	4	
13	29	30	19	91	13	23	32	29	97	26	35	40	29	130	5	
17	35	38	24	114	17	27	40	35	119	28	38	44	31	141	6	
Public Utility Operation																
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
112	91	83	104	390	124	101	92	119	436	149	115	103	135	502	7	
43	35	28	35	141	49	39	33	43	164	58	44	36	47	185	8	
19	20	18	21	78	25	23	21	26	95	27	26	23	27	103	9	
24	15	10	14	63	24	16	12	17	69	31	18	13	20	82	10	
11	7	5	6	29	11	7	6	8	32	15	8	6	10	39	11	
13	8	5	8	34	13	9	6	9	37	16	10	7	10	43	12	
Wholesale Trade																
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
2,402	2,742	2,753	2,654	10,551	2,296	2,647	2,677	2,773	10,393	2,421	2,914	2,936	2,914	11,185	13	
77	98	100	76	351	60	85	95	89	329	69	96	107	92	364	14	
18	18	21	27	84	20	20	22	26	88	20	20	24	26	90	15	
59	80	79	49	267	40	65	73	63	241	49	76	83	66	274	16	
27	36	35	22	120	18	28	32	28	106	22	34	37	29	122	17	
32	44	44	27	147	22	37	41	35	135	27	42	46	37	152	18	
Retail Trade																
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
1,901	2,244	2,077	2,060	8,282	1,947	2,307	2,079	2,217	8,550	2,134	2,485	2,258	2,278	9,155	19	
52	76	71	83	282	55	78	73	94	300	62	91	71	94	318	20	
17	18	18	24	77	18	19	20	24	81	19	20	21	27	87	21	
35	58	53	59	205	37	59	53	70	219	43	71	50	67	231	22	
16	26	24	27	93	16	26	23	31	96	19	32	23	30	104	23	
19	32	29	32	112	21	33	30	39	123	24	39	27	37	127	24	

Note: 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1955-59 - Concluded

No.		Finance, Insurance and Real Estate									
		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Net Earnings.....	95	115	95	81	386	93	104	107	86	390
2	Less: Capital Cost Allowance.....	15	16	14	15	60	17	17	18	20	72
3	Profits Before Taxes.....	80	99	81	66	326	76	87	89	66	318
4	Less: Income Tax Liabilities	33	41	34	27	135	31	35	36	27	129
5	Profits After Taxes	47	58	47	39	191	45	52	53	39	189
		Service									
		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
6	Net Earnings.....	19	28	29	24	100	26	35	34	28	123
7	Less: Capital Cost Allowance.....	10	11	11	12	44	13	14	13	14	54
8	Profits Before Taxes.....	9	17	18	12	56	13	21	21	14	69
9	Less: Income Tax Liabilities	4	7	7	5	23	5	8	8	5	26
10	Profits After Taxes	5	10	11	7	33	8	13	13	9	43
		Other Non-Manufacturing*									
		1955					1956				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
11	Net Earnings.....	24	46	67	44	181	31	59	77	57	224
12	Less: Capital Cost Allowance.....	11	21	31	20	83	14	27	35	26	102
13	Profits Before Taxes.....	13	25	36	24	98	17	32	42	31	122
14	Less: Income Tax Liabilities	6	11	16	11	44	7	13	17	13	50
15	Profits After Taxes	7	14	20	13	54	10	19	25	18	72

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1955 - 59 - Concluded

Finance, Insurance and Real Estate																No.
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	No.	
millions of dollars																
96	103	86	78	363	92	103	98	105	398	90	104	92	112	398	1	
19	21	21	27	88	20	23	22	28	93	21	23	23	31	98	2	
77	82	65	51	275	72	80	76	77	305	69	81	69	81	300	3	
35	38	30	23	126	31	35	33	33	132	31	36	32	36	135	4	
42	44	35	28	149	41	45	43	44	173	38	45	37	45	165	5	
Service																
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	No.	
millions of dollars																
30	39	39	29	137	29	37	37	31	134	28	39	37	32	136	6	
14	15	16	16	61	14	15	15	17	61	14	16	15	17	62	7	
16	24	23	13	76	15	22	22	14	73	14	23	22	15	74	8	
6	10	9	5	30	6	9	10	6	31	5	9	9	6	29	9	
10	14	14	8	46	9	13	12	8	42	9	14	13	9	45	10	
Other Non-Manufacturing*																
1957					1958					1959						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	No.	
millions of dollars																
35	62	81	61	239	35	80	95	59	269	31	82	94	58	265	11	
17	25	34	30	106	14	36	42	26	118	14	35	41	25	115	12	
18	37	47	31	133	21	44	53	33	151	17	47	53	33	150	13	
8	15	19	13	55	9	20	23	15	67	8	22	24	15	69	14	
10	22	28	18	78	12	24	30	18	84	9	25	29	18	81	15	

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100 - 119
	Fuels	120 - 129
	Non-Metal Mining	130 - 149
	Quarrying, Clay and Sand Pits	150 - 169
	Prospecting	170 - 199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200 - 229
Rubber Products	Rubber Products	236 - 239
Textile Products	Textile Products (except Clothing)	250 - 269
	Clothing (Textile and Fur)	270 - 279
Wood Products	Wood Products	280 - 289
Paper Products	Paper Products	290 - 299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300 - 309
Iron and Steel Products	Iron and Steel Products	310 - 329
	Transportation Equipment	330 - 339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340 - 349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350 - 359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360 - 369
Products of Petroleum and Coal	Products of Petroleum and Coal	370 - 379
Chemical Products	Chemical Products	380 - 389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390 - 399
	Tobacco and Tobacco Products	230 - 235
	Leather Products	240 - 249
Transportation, Storage and Communication	Transportation	500 - 519
	Storage	520 - 539
	Communication	540 - 599
Public Utility Operation ¹	Public Utility Operation ¹	600 - 699
Wholesale Trade	Trade: Wholesale Trade	700 - 729
Retail Trade	Trade: Retail Trade	730 - 799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800 - 899
Service	Community or Public Service	900 - 909
	Recreation Service	920 - 929
	Business Service	930 - 939
	Personal Service	940 - 949
Other Non-Manufacturing	Agriculture	000 - 079
	Forestry	080 - 089
	Fishing and Trapping	090 - 099
	Construction	400 - 499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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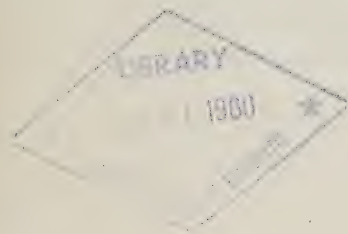
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CANADA

CORPORATION PROFITS

FIRST QUARTER, 1960



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CORPORATION PROFITS

FIRST QUARTER, 1960

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from

the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net earnings as used in this report are the total earnings, exclusive of **Canadian** dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are estimated quarterly and are based on figures supplied by reporting companies. Adjustments are made to the quarterly estimates to cover losses in prior quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1958-60¹

	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Mining, Quarrying and Oil Wells	55	57	66	75	253	77	87	72	99	335	94
Manufacturing:											
Foods and Beverages	56	57	56	59	228	63	61	60	65	249	56
Rubber Products	2	5	6	7	20	7	7	6	4	24	4
Textile Products	11	11	16	17	55	17	20	18	15	70	16
Wood Products	8	9	12	14	43	16	16	15	17	64	19
Paper Products	53	50	57	60	220	55	61	57	65	238	63
Printing, Publishing and Allied Industries	14	15	14	16	59	16	17	17	17	67	16
Iron and Steel Products	92	89	84	97	362	108	114	130	117	469	115
Non-Ferrous Metal Products	4	4	5	7	20	5	5	6	5	21	6
Electrical Apparatus and Supplies	20	13	13	15	61	17	17	21	17	72	22
Non-Metallic Mineral Products	16	15	18	20	69	16	16	18	18	68	10
Products of Petroleum and Coal	23	13	15	26	77	21	16	22	28	87	27
Chemical Products	24	25	27	30	106	32	32	33	32	129	34
Other Manufacturing Industries ²	16	16	17	19	68	19	19	19	18	75	19
Total	339	322	340	387	1,388	392	401	422	418	1,633	407
Transportation, Storage and Communication	44	48	58	66	216	79	68	65	59	271	87
Public Utility Operation	17	16	18	18	69	21	19	20	22	82	24
Wholesale Trade	54	59	63	65	241	67	68	70	69	274	64
Retail Trade	56	49	55	59	219	61	59	55	56	231	48
Finance, Insurance and Real Estate	77	69	76	83	305	77	73	74	76	300	80
Service	18	18	18	19	73	17	19	18	20	74	18
Other Non-Manufacturing ³	39	38	37	37	151	33	40	38	39	150	33
Total All Industries	699	676	731	809	2,915	824	834	834	858	3,350	855

¹ Table 1 has been amended for the four quarters of 1958 and 1959 to incorporate revisions made in the Finance, Insurance and Real Estate group.

Corporation profits as shown in this table are greater than those published in "National Accounts" by dividends paid abroad. There are also minor differences because recent revisions to the quarterly profits data have, for technical reasons, not yet been incorporated into the tabular framework of the National Accounts. For 1958 these amount to - \$15 million and for 1959 + \$24 million.

² Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

³ Includes Agriculture, Forestry, Fishing and Construction.

CORPORATION PROFITS—FIRST QUARTER, 1960

Corporation profits after dividends paid abroad, at a seasonally adjusted quarterly rate of \$855 million, were relatively unchanged from the fourth to the first quarter but the aggregate figures conceal divergent trends in individual industries.

Wholesale and Retail Trade declined by 7 and 4 percent, respectively. The drop was particularly marked in the smaller corporations in Retail Trade. There was also a 5 per cent drop in the Mining, Quarrying and Oil Wells industry associated with a small drop in output. Profits in Manufacturing declined by more than 2 per cent, with a sizeable fall-off in Foods and Beverages and a sharp drop in Non-Metallic Mineral Products, the latter reflecting a decline in output of construction materials, principally glass and cement. Partly offsetting the decline noted above, was a major increase in Electrical Apparatus and Supplies and minor gains in other component groups.

Profits increased in a number of other industrial groups with particularly marked gains spread throughout the Transportation, Storage and Communication industry.

Comparing the first quarters of 1959 and 1960, seasonally adjusted total corporation profits rose by 4 per cent to \$855 million, about 2 per cent above the 1956 peak level of \$840 million. In Manufacturing the most significant gains were in the Products of Petroleum and Coal, where profits rose by \$6 million, or 28 per cent, to \$27 million, a reflection of better market conditions, and in Paper Products which rose by \$8 million, or 14 per cent, to \$63 million. On the other hand, profits in the Foods and Beverages industry declined by \$7 million, or 11 per cent, to \$56 million. As a result of these mixed movements and smaller movements elsewhere, Manufacturing profits as a whole rose by less than 4 per cent to \$407 million.

Outside the Manufacturing group of industries, the strongest gains were recorded in Mining, Quarrying and Oil Wells where profits increased by 22 per cent to \$94 million, in Transportation, Storage and Communication with a 10 per cent increase in profits to \$87 million, and in Public Utility Operations where profits rose 14 per cent to \$24 million. However, profits declined in Retail Trade by 21 per cent to \$48 million, and in Wholesale Trade by nearly 5 per cent to \$64 million.

While all the above comparisons have been based on the use of seasonally adjusted data, it has not yet

proved possible to seasonally adjust all the series included in this publication. In general, it is only possible to make comparisons for such data with the same quarter of the previous year. As can be seen from table 4, while profits before taxes rose over 4 per cent from the first quarter of 1959 to the first quarter of 1960, higher tax rates helped to raise tax liabilities by nearly 7 per cent to \$321 million, and, as a result profits after taxes rose less than 3 per cent to \$384 million. Net Earnings rose by 6 per cent to \$1,168 million and Capital Cost Allowance rose by 8 per cent to \$463 million. Details for individual industries can be found in Table 5.

Notes on Seasonally Adjusted Corporate Profits Data

Estimates of seasonally adjusted corporate profits before taxes in industry detail are presented in this publication in order to facilitate the interpretation of underlying trends in the data. The profits of most Canadian industries show clearly defined seasonal patterns due to the influence of a variety of climatic and institutional factors such as the freezing of the Seaway during the winter months or the heavy consumer buying associated with the Christmas season. In dealing with time series in which such seasonal fluctuations occur, it is usually difficult to detect the basic underlying movements of the data since these are often obscured by the regular, repetitive seasonal pattern. Although the process of seasonal adjustment designed to "eliminate" such patterns can be carried out in approximate terms only, the resulting seasonally adjusted data do provide an important aid in the analysis of time series. By eliminating the seasonal movements, the underlying trend-cycle can be brought into sharper focus and studied in isolation.

The process of seasonal adjustment used in this table is essentially similar to that used in many other seasonally adjusted data published by D.B.S. Briefly the process is as follows: run a four quarter centered moving average through each series to be adjusted; on a chart plot the deviations of the original observations from the moving average for each of the first, second, third and fourth quarters; fit a curve to these deviations and from this read off the average deviations (seasonal factors) for each of the first, second, third and fourth quarters. The seasonally adjusted data are derived by dividing the original observations by the average seasonal factors determined as above. A fuller description of the problems and methods of seasonal adjustment is contained in *Seasonally Adjusted Economic Indicators, 1947-1955 (An Outline of Problems and Methods)* published as No. 77 in the Reference Paper series of the Dominion Bureau of Statistics.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1958-60¹

	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Mining, Quarrying and Oil Wells	51	54	75	73	253	72	82	81	100	335	87
Manufacturing:											
Foods and Beverages	40	56	66	66	228	46	62	68	73	249	40
Rubber Products	1	6	6	7	20	4	9	7	4	24	2
Textile Products	11	10	15	19	55	18	18	17	17	70	15
Wood Products	5	12	13	13	43	11	22	15	16	64	12
Paper Products	43	53	57	67	220	45	65	57	71	238	51
Printing, Publishing and Allied Industries	12	20	11	16	59	13	23	14	17	67	13
Iron and Steel Products	73	114	74	101	362	91	144	113	121	469	93
Non-Ferrous Metal Products	4	5	5	6	20	5	6	5	5	21	6
Electrical Apparatus and Supplies	17	13	13	18	61	13	18	20	21	72	18
Non-Metallic Mineral Products	6	17	27	19	69	5	18	28	17	68	3
Products of Petroleum and Coal	24	10	14	29	77	22	12	18	35	87	32
Chemical Products	20	31	30	25	106	28	39	37	25	129	30
Other Manufacturing Industries ²	14	16	20	18	68	17	18	23	17	75	16
Total	270	363	351	404	1,388	318	454	422	439	1,633	331
Transportation, Storage and Communication	30	50	72	64	216	54	73	84	60	271	65
Public Utility Operation	24	16	12	17	69	31	18	13	20	82	36
Wholesale Trade	40	65	73	63	241	49	76	83	66	274	46
Retail Trade	37	59	53	70	219	43	71	50	67	231	33
Finance, Insurance and Real Estate	78	79	73	75	305	77	83	71	69	300	78
Service	15	22	22	14	73	14	23	22	15	74	14
Other Non-Manufacturing ³	21	44	53	33	151	17	47	53	33	150	15
Total All Industries	566	752	784	813	2,915	675	927	879	869	3,350	705

See footnotes below.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1958-60¹

	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Mining, Quarrying and Oil Wells	34	36	49	48	167	46	53	52	64	215	56
Manufacturing:											
Foods and Beverages	21	30	36	36	123	24	32	36	38	130	20
Rubber Products	1	3	3	4	11	2	5	4	2	13	1
Textile Products	6	6	8	11	31	10	10	10	9	39	8
Wood Products	3	7	7	7	24	6	13	9	9	37	6
Paper Products	23	28	30	35	116	23	33	29	37	122	26
Printing, Publishing and Allied Industries	7	11	6	9	33	7	12	8	9	36	7
Iron and Steel Products	39	61	40	55	195	49	77	60	64	250	50
Non-Ferrous Metal Products	2	3	3	3	11	3	3	3	3	12	4
Electrical Apparatus and Supplies	10	6	6	10	32	8	9	10	11	38	10
Non-Metallic Mineral Products	3	9	15	10	37	3	9	14	9	35	1
Products of Petroleum and Coal	15	6	9	18	48	14	8	11	22	55	19
Chemical Products	11	17	16	13	57	15	20	19	13	67	15
Other Manufacturing Industries ²	7	9	11	10	37	9	10	13	9	41	8
Total	148	196	190	221	755	173	241	226	235	875	175
Transportation, Storage and Communication	17	27	40	35	119	28	38	44	31	141	34
Public Utility Operation	13	9	6	9	37	16	10	7	10	43	19
Wholesale Trade	22	37	41	35	135	27	42	46	37	152	24
Retail Trade	21	33	30	39	123	24	39	27	37	127	16
Finance, Insurance and Real Estate	44	45	41	43	173	42	46	39	38	165	43
Service	9	13	12	8	42	9	14	13	9	45	9
Other Non-Manufacturing ³	12	24	30	18	84	9	25	29	18	81	8
Total All Industries	320	420	439	456	1,635	374	508	483	479	1,844	384

¹ Tables 2 and 3 have been amended to incorporate revisions made in the Finance, Insurance and Real Estate group.

² Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

³ Includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1958-60¹

	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	1,001	1,220	1,258	1,286	4,765	1,105	1,414	1,387	1,380	5,286	1,168
Less: Capital Cost Allowance	435	468	474	473	1,850	430	487	508	511	1,936	463
Profits Before Taxes	566	752	784	813	2,915	675	927	879	869	3,350	705
Less: Income Tax Liabilities	246	332	345	357	1,280	301	419	396	390	1,506	321
Profits After Taxes	320	420	439	456	1,635	374	508	483	479	1,844	384

¹ This Table has been amended to incorporate revisions made in the Finance, Insurance and Real Estate group.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1958-60

	Mining, Quarrying and Oil Wells										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	508	525	564	521	2,118	536	578	614	631	2,359	598
Net Earnings	107	103	127	110	447	127	140	148	149	564	147
Less: Capital Cost Allowance	56	49	52	37	194	55	58	67	49	229	60
Profits Before Taxes	51	54	75	73	253	72	82	81	100	335	87
Less: Income Tax Liabilities	17	18	26	25	86	26	29	29	36	120	31
Profits After Taxes	34	36	49	48	167	46	53	52	64	215	56
Depletion Charged	8	6	8	10	32	9	7	8	10	34	10
	Food and Beverages										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	886	1,028	1,084	1,112	4,110	943	1,045	1,167	1,166	4,321	957
Net Earnings	58	74	85	87	304	65	81	89	95	330	60
Less: Capital Cost Allowance	18	18	19	21	76	19	19	21	22	81	20
Profits Before Taxes	40	56	66	66	228	46	62	68	73	249	40
Less: Income Tax Liabilities	19	26	30	30	105	22	30	32	35	119	20
Profits After Taxes	21	30	36	36	123	24	32	36	38	130	20
	Rubber Products										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	75	95	94	96	360	86	112	103	100	401	90
Net Earnings	4	9	10	10	33	7	12	11	7	37	5
Less: Capital Cost Allowance	3	3	4	3	13	3	3	4	3	13	3
Profits Before Taxes	1	6	6	7	20	4	9	7	4	24	2
Less: Income Tax Liabilities	-	3	3	3	9	2	4	3	2	11	1
Profits After Taxes	1	3	3	4	11	2	5	4	2	13	1

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1958-60 - Continued

	Textile Products										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales.....	366	375	388	421	1,550	396	409	415	422	1,642	404
Net Earnings	19	18	22	27	86	25	26	24	25	100	22
Less: Capital Cost Allowance	8	8	7	8	31	7	8	7	8	30	7
Profits Before Taxes	11	10	15	19	55	18	18	17	17	70	15
Less: Income Tax Liabilities.....	5	4	7	8	24	8	8	7	8	31	7
Profits After Taxes	6	6	8	11	31	10	10	10	9	39	8
	Wood Products										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales.....	335	424	466	431	1,656	370	498	461	446	1,775	386
Net Earnings	17	24	25	25	91	23	34	27	28	112	26
Less: Capital Cost Allowance	12	12	12	12	48	12	12	12	12	48	14
Profits Before Taxes	5	12	13	13	43	11	22	15	16	64	12
Less: Income Tax Liabilities.....	2	5	6	6	19	5	9	6	7	27	6
Profits After Taxes	3	7	7	7	24	6	13	9	9	37	6
Depletion Charged	1	1	1	1	4	1	1	1	1	4	1
	Paper Products										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales.....	439	486	487	483	1,895	456	536	519	530	2,041	508
Net Earnings	70	81	85	95	331	72	93	87	99	351	79
Less: Capital Cost Allowance	27	28	28	28	111	27	28	30	28	113	28
Profits Before Taxes	43	53	57	67	220	45	65	57	71	238	51
Less: Income Tax Liabilities.....	20	25	27	32	104	22	32	28	34	116	25
Profits After Taxes	23	28	30	35	116	23	33	29	37	122	26
Depletion Charged	1	1	1	1	4	1	1	1	1	4	1
	Printing, Publishing and Allied Industries										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales.....	170	188	175	188	721	185	203	186	207	781	196
Net Earnings	17	26	17	21	81	18	29	20	22	89	18
Less: Capital Cost Allowance	5	6	6	5	22	5	6	6	5	22	5
Profits Before Taxes	12	20	11	16	59	13	23	14	17	67	13
Less: Income Tax Liabilities.....	5	9	5	7	26	6	11	6	8	31	6
Profits After Taxes	7	11	6	9	33	7	12	8	9	36	7

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1958-60 - Continued

	Iron and Steel Products										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	1,302	1,555	1,343	1,453	5,653	1,372	1,650	1,510	1,579	6,111	1,476
Net Earnings	115	161	114	153	543	135	191	153	170	649	144
Less: Capital Cost Allowance ..	42	47	40	52	181	44	47	40	49	180	51
Profits Before Taxes	73	114	74	101	362	91	144	113	121	469	93
Less: Income Tax Liabilities	34	53	34	46	167	42	67	53	57	219	43
Profits After Taxes	39	61	40	55	195	49	77	60	64	250	50
	Non-Ferrous Metal Products										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	171	185	191	186	733	175	201	189	214	779	203
Net Earnings	23	23	29	19	94	16	23	18	23	80	23
Less: Capital Cost Allowance ..	19	18	24	13	74	11	17	13	18	59	17
Profits Before Taxes	4	5	5	6	20	5	6	5	5	21	6
Less: Income Tax Liabilities	2	2	2	3	9	2	3	2	2	9	2
Profits After Taxes	2	3	3	3	11	3	3	3	3	12	4
	Electrical Apparatus and Supplies										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	297	294	293	310	1,194	275	307	317	330	1,229	300
Net Earnings	24	19	19	24	86	20	24	26	27	97	26
Less: Capital Cost Allowance ..	7	6	6	6	25	7	6	6	6	25	8
Profits Before Taxes	17	13	13	18	61	13	18	20	21	72	18
Less: Income Tax Liabilities	7	7	7	8	29	5	9	10	10	34	8
Profits After Taxes	10	6	6	10	32	8	9	10	11	38	10
	Non-Metallic Mineral Products										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	108	153	184	168	613	114	160	189	166	629	117
Net Earnings	13	25	35	29	102	11	26	36	27	100	9
Less: Capital Cost Allowance ..	7	8	8	10	33	6	8	8	10	32	6
Profits Before Taxes	6	17	27	19	69	5	18	28	17	68	3
Less: Income Tax Liabilities	3	8	12	9	32	2	9	14	8	33	2
Profits After Taxes	3	9	15	10	37	3	9	14	9	35	1

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1958-60 - Continued

	Products of Petroleum and Coal										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	395	393	420	462	1,670	442	401	442	483	1,768	439
Net Earnings	49	34	40	50	173	51	39	48	53	191	60
Less: Capital Cost Allowance	25	24	26	21	96	29	27	30	18	104	28
Profits Before Taxes	24	10	14	29	77	22	12	18	35	87	32
Less: Income Tax Liabilities	9	4	5	11	29	8	4	7	13	32	13
Profits After Taxes	15	6	9	18	48	14	8	11	22	55	19
	Chemical Products										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	303	358	352	341	1,354	325	391	379	353	1,448	349
Net Earnings	33	46	46	42	167	41	53	53	44	191	44
Less: Capital Cost Allowance	13	15	16	17	61	13	14	16	19	62	14
Profits Before Taxes	20	31	30	25	106	28	39	37	25	129	30
Less: Income Tax Liabilities	9	14	14	12	49	13	19	18	12	62	15
Profits After Taxes	11	17	16	13	57	15	20	19	13	67	15
	Other Manufacturing Industries*										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	228	240	249	248	965	251	268	280	267	1,066	259
Net Earnings	17	19	24	22	82	20	21	27	22	90	19
Less: Capital Cost Allowance	3	3	4	4	14	3	3	4	5	15	3
Profits Before Taxes	14	16	20	18	68	17	18	23	17	75	16
Less: Income Tax Liabilities	7	7	9	8	31	8	8	10	8	34	8
Profits After Taxes	7	9	11	10	37	9	10	13	9	41	8
	Total - Manufacturing										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1960
	millions of dollars										
Sales	5,075	5,774	5,726	5,899	22,474	5,390	6,181	6,157	6,263	23,991	5,684
Net Earnings	459	559	551	604	2,173	504	652	619	642	2,417	535
Less: Capital Cost Allowance	189	196	200	200	785	186	198	197	203	784	204
Profits Before Taxes	270	363	351	404	1,388	318	454	422	439	1,633	331
Less: Income Tax Liabilities	122	167	161	183	633	145	213	196	204	758	156
Profits After Taxes	148	196	190	221	755	173	241	226	235	875	175

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1958-60 - Continued

	Transportation, Storage and Communication										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	616	688	727	732	2,763	681	749	798	777	3,005	713
Net Earnings	109	137	152	153	551	128	164	181	166	639	145
Less: Capital Cost Allowance	79	87	80	89	335	74	91	97	106	368	80
Profits Before Taxes	30	50	72	64	216	54	73	84	60	271	65
Less: Income Tax Liabilities	13	23	32	29	97	26	35	40	29	130	31
Profits After Taxes	17	27	40	35	119	28	38	44	31	141	34
	Public Utility Operation										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	124	101	92	119	436	149	115	103	135	502	166
Net Earnings	49	39	33	43	164	58	44	36	47	185	64
Less: Capital Cost Allowance	25	23	21	26	95	27	26	23	27	103	28
Profits Before Taxes	24	16	12	17	69	31	18	13	20	82	36
Less: Income Tax Liabilities	11	7	6	8	32	15	8	6	10	39	17
Profits After Taxes	13	9	6	9	37	16	10	7	10	43	19
	Wholesale Trade										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	2,296	2,647	2,677	2,773	10,393	2,421	2,914	2,936	2,914	11,185	2,582
Net Earnings	60	85	95	89	329	69	96	107	92	364	67
Less: Capital Cost Allowance	20	20	22	26	88	20	20	24	26	90	21
Profits Before Taxes	40	65	73	63	241	49	76	83	66	274	46
Less: Income Tax Liabilities	18	28	32	28	106	22	34	37	29	122	22
Profits After Taxes	22	37	41	35	135	27	42	46	37	152	24
	Retail Trade										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	1,947	2,307	2,079	2,217	8,550	2,134	2,485	2,258	2,278	9,155	2,118
Net Earnings	55	78	73	94	300	62	91	71	94	318	54
Less: Capital Cost Allowance	18	19	20	24	81	19	20	21	27	87	21
Profits Before Taxes	37	59	53	70	219	43	71	50	67	231	33
Less: Income Tax Liabilities	16	26	23	31	96	19	32	23	30	104	17
Profits After Taxes	21	33	30	39	123	24	39	27	37	127	16

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1958 - 60 - Concluded

	Finance, Insurance and Real Estate*										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	98	102	95	103	398	98	106	94	100	398	100
Less: Capital Cost Allowance	20	23	22	28	93	21	23	23	31	98	22
Profits Before Taxes	78	79	73	75	305	77	83	71	69	300	78
Less: Income Tax Liabilities.....	34	34	32	32	132	35	37	32	31	135	35
Profits After Taxes	44	45	41	43	173	42	46	39	38	165	43
	Service										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	29	37	37	31	134	28	39	37	32	136	29
Less: Capital Cost Allowance	14	15	15	17	61	14	16	15	17	62	15
Profits Before Taxes	15	22	22	14	73	14	23	22	15	74	14
Less: Income Tax Liabilities.....	6	9	10	6	31	5	9	9	6	29	5
Profits After Taxes	9	13	12	8	42	9	14	13	9	45	9
	Other Non-Manufacturing**										
	1958					1959					1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	35	80	95	59	269	31	82	94	58	265	27
Less: Capital Cost Allowance	14	36	42	26	118	14	35	41	25	115	12
Profits Before Taxes	21	44	53	33	151	17	47	53	33	150	15
Less: Income Tax Liabilities.....	9	20	23	15	67	8	22	24	15	69	7
Profits After Taxes	12	24	30	18	84	9	25	29	18	81	8

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

*The Finance, Insurance and Real Estate group has been amended from the first quarter of 1958 to the fourth quarter of 1959 inclusive to incorporate a revision in the estimates as well as a Balance of Payments adjustment.

**Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100 - 119
	Fuels	120 - 129
	Non-Metal Mining	130 - 149
	Quarrying, Clay and Sand Pits	150 - 169
	Prospecting	170 - 199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200 - 229
Rubber Products	Rubber Products	236 - 239
Textile Products	Textile Products (except Clothing)	250 - 269
	Clothing (Textile and Fur)	270 - 279
Wood Products	Wood Products	280 - 289
Paper Products	Paper Products	290 - 299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300 - 309
Iron and Steel Products	Iron and Steel Products	310 - 329
	Transportation Equipment	330 - 339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340 - 349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350 - 359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360 - 369
Products of Petroleum and Coal	Products of Petroleum and Coal	370 - 379
Chemical Products	Chemical Products	380 - 389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390 - 399
	Tobacco and Tobacco Products	230 - 235
	Leather Products	240 - 249
Transportation, Storage and Communication	Transportation	500 - 519
	Storage	520 - 539
	Communication	540 - 599
Public Utility Operation ¹	Public Utility Operation ¹	600 - 699
Wholesale Trade	Trade: Wholesale Trade	700 - 729
Retail Trade	Trade: Retail Trade	730 - 799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800 - 899
Service	Community or Public Service	900 - 909
	Recreation Service	920 - 929
	Business Service	930 - 939
	Personal Service	940 - 949
Other Non-Manufacturing	Agriculture	000 - 079
	Forestry	080 - 089
	Fishing and Trapping	090 - 099
	Construction	400 - 499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.



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CANADA

CORPORATION PROFITS
SECOND QUARTER, 1960



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CORPORATION PROFITS

SECOND QUARTER, 1960

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from

the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net earnings as used in this report are the total earnings, exclusive of **Canadian** dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are estimated quarterly and are based on figures supplied by reporting companies. Adjustments are made to the quarterly estimates to cover losses in prior quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1959-60

	1959					1960	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q
	millions of dollars						
Mining, Quarrying and Oil Wells	77	87	72	99	335	94	100
Manufacturing:							
Foods and Beverages	63	61	60	65	249	56	57
Rubber Products	7	7	6	4	24	4	4
Textile Products	17	20	18	15	70	16	14
Wood Products	16	16	15	17	64	19	13
Paper Products	55	61	57	65	238	63	63
Printing, Publishing and Allied Industries	16	17	17	17	67	16	15
Iron and Steel Products	108	114	130	117	469	115	92
Non-Ferrous Metal Products	5	5	6	5	21	6	6
Electrical Apparatus and Supplies	17	17	21	17	72	22	17
Non-Metallic Mineral Products	16	16	18	18	68	10	11
Products of Petroleum and Coal	21	16	22	28	87	27	23
Chemical Products	32	32	33	32	129	34	31
Other Manufacturing Industries ¹	19	19	19	18	75	19	15
Totals	392	401	422	418	1,633	407	361
Transportation, Storage and Communication	79	68	65	59	271	87	65
Public Utility Operation	21	19	20	22	82	24	23
Wholesale Trade	67	68	70	69	274	64	50
Retail Trade	61	59	55	56	231	48	49
Finance, Insurance and Real Estate	77	73	74	76	300	79	83
Service	17	19	18	20	74	18	16
Other Non-Manufacturing ²	33	40	38	39	150	33	31
Total All Industries	824	834	834	858	3,350	854	778

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

Note: Corporation profits as shown in this table are greater than those published in "National Accounts" by dividends paid abroad. There are also minor differences because recent revisions to the quarterly profits data have, for technical reasons, not yet been incorporated into the tabular framework of the National Accounts. For 1959 these amount to +\$24 million.

CORPORATION PROFITS - SECOND QUARTER, 1960

Corporation profits before taxes, seasonally adjusted, declined by 9 per cent from the first to the second quarter of 1960. This decline was one of the sharpest quarter-to-quarter declines on record. Manufacturing profits declined by 11 per cent, associated with a drop of 3 per cent in manufacturing production during the quarter. Within manufacturing, declines of over 20 per cent occurred in iron and steel products, electrical apparatus and supplies and wood product sub-groups with smaller losses in chemicals, textiles and printing, publishing and allied industries. Profits in foods and beverages, rubber and paper sub-groups remained relatively unchanged from the previous quarter.

Other major industries in which sharp declines were registered during the quarter were transportation, storage and communication (-25 per cent), and wholesale trade (-22 per cent). Profits in retail trade and finance, insurance and real estate were somewhat higher during the quarter.

The second quarter fall in total corporation profits is the first major setback in this area since the recovery which began in 1958, following almost two years of steady decline. Taking the first six months of 1960 together, corporation profits are now about 2 per cent below the average for the first half of the year 1959.

Notes on Seasonally Adjusted Corporate Profits Data

Estimates of seasonally adjusted corporate profits before taxes in industry detail are presented in this publication in order to facilitate the interpretation of underlying trends in the data. The profits

of most Canadian industries show clearly defined seasonal patterns due to the influence of a variety of climatic and institutional factors such as the freezing of the Seaway during the winter months or

the heavy consumer buying associated with the Christmas season. In dealing with time series in which such seasonal fluctuations occur, it is usually difficult to detect the basic underlying movements of the data since these are often obscured by the regular, repetitive seasonal pattern. Although the process of seasonal adjustment designed to "eliminate" such patterns can be carried out in approximate terms only, the resulting seasonally adjusted data do provide an important aid in the analysis of time series. By eliminating the seasonal movements, the underlying trend-cycle can be brought into sharper focus and studied in isolation.

The process of seasonal adjustment used in this table is essentially similar to that used in many other seasonally adjusted data published by D.B.S.

Briefly the process is as follows: run a four quarter centered moving average through each series to be adjusted; on a chart plot the deviations of the original observations from the moving average for each of the first, second, third and fourth quarters; fit a curve to these deviations and from this read off the average deviations (seasonal factors) for each of the first, second, third and fourth quarters. The seasonally adjusted data are derived by dividing the original observations by the average seasonal factors determined as above. A fuller description of the problems and methods of seasonal adjustment is contained in *Seasonally Adjusted Economic Indicators, 1947-1955 (An Outline of Problems and Methods)* published as No. 77 in the Reference Paper series of the Dominion Bureau of Statistics.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1959-60

	1959					1960		6 mos. 1960	6 mos. 1959
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q		
	millions of dollars								
Mining, Quarrying and Oil Wells	72	82	81	100	335	87	102	189	154
Manufacturing:									
Foods and Beverages	46	62	68	73	249	40	58	98	108
Rubber Products	4	9	7	4	24	2	5	7	13
Textile Products	18	18	17	17	70	15	13	28	36
Wood Products	11	22	15	16	64	12	18	30	33
Paper Products	45	65	57	71	238	51	67	118	110
Printing, Publishing and Allied Industries	13	23	14	17	67	13	20	33	36
Iron and Steel Products	91	144	113	121	469	93	116	209	235
Non-Ferrous Metal Products	5	6	5	5	21	6	7	13	11
Electrical Apparatus and Supplies	13	18	20	21	72	18	16	34	31
Non-Metallic Mineral Products	5	18	28	17	68	3	12	15	23
Products of Petroleum and Coal	22	12	18	35	87	32	17	49	34
Chemical Products	28	39	37	25	129	30	36	66	67
Other Manufacturing Industries ¹	17	18	23	17	75	16	14	30	35
Totals	318	454	422	439	1,633	331	399	730	772
Transportation, Storage and Communication	54	73	84	60	271	65	67	132	127
Public Utility Operation	31	18	13	20	82	36	21	57	49
Wholesale Trade	49	76	83	66	274	46	55	101	125
Retail Trade	43	71	50	67	231	33	58	91	114
Finance, Insurance and Real Estate	77	83	71	69	300	78	86	164	160
Service	14	23	22	15	74	14	20	34	37
Other Non-Manufacturing ²	17	47	53	33	150	15	36	51	64
Total All Industries	675	927	879	869	3,350	705	844	1,549	1,602

See footnotes below.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1959-60

	1959					1960		6 mos. 1960	6 mos. 1959
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q		
	millions of dollars								
Mining, Quarrying and Oil Wells	46	53	52	64	215	56	64	120	99
Manufacturing:									
Foods and Beverages	24	32	36	38	130	20	30	50	56
Rubber Products	2	5	4	2	13	1	3	4	7
Textile Products	10	10	10	9	39	8	7	15	20
Wood Products	6	13	9	9	37	6	9	15	19
Paper Products	23	33	29	37	122	26	34	60	56
Printing, Publishing and Allied Industries	7	12	8	9	36	7	12	19	19
Iron and Steel Products	49	77	60	64	250	50	60	110	126
Non-Ferrous Metal Products	3	3	3	3	12	4	4	8	6
Electrical Apparatus and Supplies	8	9	10	11	38	10	8	18	17
Non-Metallic Mineral Products	3	9	14	9	35	1	6	7	12
Products of Petroleum and Coal	14	8	11	22	55	19	9	28	22
Chemical Products	15	20	19	13	67	15	19	34	35
Other Manufacturing Industries ¹	9	10	13	9	41	8	7	15	19
Totals	173	241	226	235	875	175	208	383	414
Transportation, Storage and Communication	28	38	44	31	141	34	35	69	66
Public Utility Operation	16	10	7	10	43	19	11	30	26
Wholesale Trade	27	42	46	37	152	24	30	54	69
Retail Trade	24	39	27	37	127	16	32	48	63
Finance, Insurance and Real Estate	42	46	39	38	165	43	47	90	88
Service	9	14	13	9	45	9	12	21	23
Other Non-Manufacturing ²	9	25	29	18	81	8	19	27	34
Total All Industries	374	508	483	479	1,844	384	458	842	882

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1959 - 60

	1959					1960		6 mos. 1960	6 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Net Earnings	1,105	1,414	1,387	1,380	5,286	1,168	1,350	2,518	2,519
Less: Capital Cost Allowance	430	487	508	511	1,936	463	506	969	917
Profits Before Taxes	675	927	879	869	3,350	705	844	1,549	1,602
Less: Income Tax Liabilities	301	419	396	390	1,506	321	386	707	720
Profits After Taxes	374	508	483	479	1,844	384	458	842	882

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959 - 60

	Mining, Quarrying and Oil Wells								
	1959					1960		6 mos. 1960	6 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	536	578	614	631	2,359	598	603	1,201	1,114
Net Earnings	127	140	148	149	564	147	156	303	267
Less: Capital Cost Allowance	55	58	67	49	229	60	54	114	113
Profits Before Taxes	72	82	81	100	335	87	102	189	154
Less: Income Tax Liabilities	26	29	29	36	120	31	38	69	55
Profits After Taxes	46	53	52	64	215	56	64	120	99
Depletion Charged	9	7	8	10	34	10	8	18	16
	Food and Beverages								
	1959					1960		6 mos. 1960	6 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	943	1,045	1,167	1,166	4,321	957	1,030	1,987	1,988
Net Earnings	65	81	89	95	330	60	78	138	146
Less: Capital Cost Allowance	19	19	21	22	81	20	20	40	38
Profits Before Taxes	46	62	68	73	249	40	58	98	108
Less: Income Tax Liabilities	22	30	32	35	119	20	28	48	52
Profits After Taxes	24	32	36	38	130	20	30	50	56
	Rubber Products								
	1959					1960		6 mos. 1960	6 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	86	112	103	100	401	90	105	195	198
Net Earnings	7	12	11	7	37	5	8	13	19
Less: Capital Cost Allowance	3	3	4	3	13	3	3	6	6
Profits Before Taxes	4	9	7	4	24	2	5	7	13
Less: Income Tax Liabilities	2	4	3	2	11	1	2	3	6
Profits After Taxes	2	5	4	2	13	1	3	4	7

Note: 1. Depletion charges have not been deducted from profits.
2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-60 - Continued

	Textile Products									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	396	409	415	422	1,642	404	403	807	805	
Net Earnings	25	26	24	25	100	22	20	42	51	
Less: Capital Cost Allowance	7	8	7	8	30	7	7	14	15	
Profits Before Taxes	18	18	17	17	70	15	13	28	36	
Less: Income Tax Liabilities	8	8	7	8	31	7	6	13	16	
Profits After Taxes	10	10	10	9	39	8	7	15	20	
	Wood Products									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
	Sales	370	498	461	446	1,775	386	468	854	868
Net Earnings	23	34	27	28	112	26	30	56	57	
Less: Capital Cost Allowance	12	12	12	12	48	14	12	26	24	
Profits Before Taxes	11	22	15	16	64	12	18	30	33	
Less: Income Tax Liabilities	5	9	6	7	27	6	9	15	14	
Profits After Taxes	6	13	9	9	37	6	9	15	19	
Depletion Charged	1	1	1	1	4	1	1	2	2	
	Paper Products									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
	Sales	456	536	519	530	2,041	508	548	1,056	992
Net Earnings	72	93	87	99	351	79	96	175	165	
Less: Capital Cost Allowance	27	28	30	28	113	28	29	57	55	
Profits Before Taxes	45	65	57	71	238	51	67	118	110	
Less: Income Tax Liabilities	22	32	28	34	116	25	33	58	54	
Profits After Taxes	23	33	29	37	122	26	34	60	56	
Depletion Charged	1	1	1	1	4	1	1	2	2	
	Printing, Publishing and Allied Industries									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
	Sales	185	203	186	207	781	196	208	404	388
Net Earnings	18	29	20	22	89	18	26	44	47	
Less: Capital Cost Allowance	5	6	6	5	22	5	6	11	11	
Profits Before Taxes	13	23	14	17	67	13	20	33	36	
Less: Income Tax Liabilities	6	11	6	8	31	6	8	14	17	
Profits After Taxes	7	12	8	9	36	7	12	19	19	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-60 - Continued

	Iron and Steel Products									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
	millions of dollars									
Sales	1,372	1,650	1,510	1,579	6,111	1,476	1,602	3,078	3,022	
Net Earnings	135	191	153	170	649	144	163	307	326	
Less: Capital Cost Allowance	44	47	40	49	180	51	47	98	91	
Profits Before Taxes	91	144	113	121	469	93	116	209	235	
Less: Income Tax Liabilities	42	67	53	57	219	43	56	99	109	
Profits After Taxes	49	77	60	64	250	50	60	110	126	
	Non-Ferrous Metal Products									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
millions of dollars										
Sales	175	201	189	214	779	203	213	416	376	
Net Earnings	16	23	18	23	80	23	29	52	39	
Less: Capital Cost Allowance	11	17	13	18	59	17	22	39	28	
Profits Before Taxes	5	6	5	5	21	6	7	13	11	
Less: Income Tax Liabilities	2	3	2	2	9	2	3	5	5	
Profits After Taxes	3	3	3	3	12	4	4	8	6	
	Electrical Apparatus and Supplies									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
millions of dollars										
Sales	275	307	317	330	1,229	300	303	603	582	
Net Earnings	20	24	26	27	97	26	22	48	44	
Less: Capital Cost Allowance	7	6	6	6	25	8	6	14	13	
Profits Before Taxes	13	18	20	21	72	18	16	34	31	
Less: Income Tax Liabilities	5	9	10	10	34	8	8	16	14	
Profits After Taxes	8	9	10	11	38	10	8	18	17	
	Non-Metallic Mineral Products									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
millions of dollars										
Sales	114	160	189	166	629	117	145	262	274	
Net Earnings	11	26	36	27	100	9	21	30	37	
Less: Capital Cost Allowance	6	8	8	10	32	6	9	15	14	
Profits Before Taxes	5	18	28	17	68	3	12	15	23	
Less: Income Tax Liabilities	2	9	14	8	33	2	6	8	11	
Profits After Taxes	3	9	14	9	35	1	6	7	12	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-60 -- Continued

	Products of Petroleum and Coal								
	1959					1960		6 mos. 1960	6 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	442	401	442	483	1,768	439	402	841	843
Net Earnings	51	39	48	53	191	60	44	104	90
Less: Capital Cost Allowance	29	27	30	18	104	28	27	55	56
Profits Before Taxes	22	12	18	35	87	32	17	49	34
Less: Income Tax Liabilities	8	4	7	13	32	13	8	21	12
Profits After Taxes	14	8	11	22	55	19	9	28	22
	Chemical Products								
	1959					1960		6 mos. 1960	6 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	325	391	379	353	1,448	349	403	752	716
Net Earnings	41	53	53	44	191	44	52	96	94
Less: Capital Cost Allowance	13	14	16	19	62	14	16	30	27
Profits Before Taxes	28	39	37	25	129	30	36	66	67
Less: Income Tax Liabilities	13	19	18	12	62	15	17	32	32
Profits After Taxes	15	20	19	13	67	15	19	34	35
	Other Manufacturing Industries*								
	1959					1960		6 mos. 1960	6 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	251	268	280	267	1,066	259	264	523	519
Net Earnings	20	21	27	22	90	19	17	36	41
Less: Capital Cost Allowance	3	3	4	5	15	3	3	6	6
Profits Before Taxes	17	18	23	17	75	16	14	30	35
Less: Income Tax Liabilities	8	8	10	8	34	8	7	15	16
Profits After Taxes	9	10	13	9	41	8	7	15	19
	Total - Manufacturing								
	1959					1960		6 mos. 1960	6 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	5,390	6,181	6,157	6,263	23,991	5,684	6,094	11,778	11,571
Net Earnings	504	652	619	642	2,417	535	606	1,141	1,156
Less: Capital Cost Allowance	186	198	197	203	784	204	207	411	384
Profits Before Taxes	318	454	422	439	1,633	331	399	730	772
Less: Income Tax Liabilities	145	213	196	204	758	156	191	347	358
Profits After Taxes	173	241	226	235	875	175	208	383	414

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-60 - Continued

	Transportation, Storage and Communication									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
	millions of dollars									
Sales	681	749	798	777	3,005	713	764	1,477	1,430	
Net Earnings	128	164	181	166	639	145	164	309	292	
Less: Capital Cost Allowance	74	91	97	106	368	80	97	177	165	
Profits Before Taxes	54	73	84	60	271	65	67	132	127	
Less: Income Tax Liabilities	26	35	40	29	130	31	32	63	61	
Profits After Taxes	28	38	44	31	141	34	35	69	66	
	Public Utility Operation									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
	millions of dollars									
Sales	149	115	103	135	502	166	123	193	264	
Net Earnings	58	44	36	47	185	64	51	115	102	
Less: Capital Cost Allowance	27	26	23	27	103	28	30	58	53	
Profits Before Taxes	31	18	13	20	82	36	21	57	49	
Less: Income Tax Liabilities	15	8	6	10	39	17	10	27	23	
Profits After Taxes	16	10	7	10	43	19	11	30	26	
	Wholesale Trade									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
	millions of dollars									
Sales	2,421	2,914	2,936	2,914	11,185	2,582	2,837	5,419	5,335	
Net Earnings	69	96	107	92	364	67	76	143	165	
Less: Capital Cost Allowance	20	20	24	26	90	21	21	42	40	
Profits Before Taxes	49	76	83	66	274	46	55	101	125	
Less: Income Tax Liabilities	22	34	37	29	122	22	25	47	56	
Profits After Taxes	27	42	46	37	152	24	30	54	69	
	Retail Trade									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
	millions of dollars									
Sales	2,134	2,485	2,258	2,278	9,155	2,118	2,429	4,547	4,619	
Net Earnings	62	91	71	94	318	54	79	133	153	
Less: Capital Cost Allowance	19	20	21	27	87	21	21	42	39	
Profits Before Taxes	43	71	50	67	231	33	58	91	114	
Less: Income Tax Liabilities	19	32	23	30	104	17	26	43	51	
Profits After Taxes	24	39	27	37	127	16	32	48	63	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959 - 60 - Concluded

	Finance, Insurance and Real Estate*									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
	millions of dollars									
Net Earnings.....	98	106	94	100	398	100	111	211	204	
Less: Capital Cost Allowance.....	21	23	23	31	98	22	25	47	44	
Profits Before Taxes.....	77	83	71	69	300	78	86	164	160	
Less: Income Tax Liabilities	35	37	32	31	135	35	39	74	72	
Profits After Taxes	42	46	39	38	165	43	47	90	88	
	Service									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
	millions of dollars									
Net Earnings.....	28	39	37	32	136	29	36	65	67	
Less: Capital Cost Allowance.....	14	16	15	17	62	15	16	31	30	
Profits Before Taxes.....	14	23	22	15	74	14	20	34	37	
Less: Income Tax Liabilities	5	9	9	6	29	5	8	13	14	
Profits After Taxes	9	14	13	9	45	9	12	21	23	
	Other Non-Manufacturing**									
	1959					1960		6 mos. 1960	6 mos. 1959	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
	millions of dollars									
Net Earnings.....	31	82	94	58	265	27	71	98	113	
Less: Capital Cost Allowance.....	14	35	41	25	115	12	35	47	49	
Profits Before Taxes.....	17	47	53	33	150	15	36	51	64	
Less: Income Tax Liabilities	8	22	24	15	69	7	17	24	30	
Profits After Taxes	9	25	29	18	81	8	19	27	34	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* The Finance, Insurance and Real Estate group includes a Balance of Payments adjustment.

** Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100 - 119
	Fuels	120 - 129
	Non-Metal Mining	130 - 149
	Quarrying, Clay and Sand Pits	150 - 169
	Prospecting	170 - 199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200 - 229
Rubber Products	Rubber Products	236 - 239
Textile Products	Textile Products (except Clothing)	250 - 269
	Clothing (Textile and Fur)	270 - 279
Wood Products	Wood Products	280 - 289
Paper Products	Paper Products	290 - 299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300 - 309
Iron and Steel Products	Iron and Steel Products	310 - 329
	Transportation Equipment	330 - 339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340 - 349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350 - 359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360 - 369
Products of Petroleum and Coal	Products of Petroleum and Coal	370 - 379
Chemical Products	Chemical Products	380 - 389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390 - 399
	Tobacco and Tobacco Products	230 - 235
	Leather Products	240 - 249
Transportation, Storage and Communication	Transportation	500 - 519
	Storage	520 - 539
	Communication	540 - 599
Public Utility Operation ¹	Public Utility Operation ¹	600 - 699
Wholesale Trade	Trade: Wholesale Trade	700 - 729
Retail Trade	Trade: Retail Trade	730 - 799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800 - 899
Service	Community or Public Service	900 - 909
	Recreation Service	920 - 929
	Business Service	930 - 939
	Personal Service	940 - 949
Other Non-Manufacturing	Agriculture	000 - 079
	Forestry	080 - 089
	Fishing and Trapping	090 - 099
	Construction	400 - 499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

CATALOGUE No

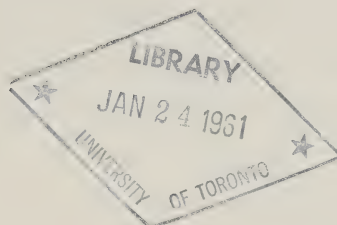
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QUARTERLY



CANADA

CORPORATION PROFITS
THIRD QUARTER, 1960



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CORPORATION PROFITS

THIRD QUARTER, 1960

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from

the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net earnings as used in this report are the total earnings, exclusive of **Canadian** dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are estimated quarterly and are based on figures supplied by reporting companies. Adjustments are made to the quarterly estimates to cover losses in prior quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1959-60

	1959					1960		
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q
	millions of dollars							
Mining, Quarrying and Oil Wells	77	87	72	99	335	94	100	95
Manufacturing:								
Foods and Beverages	63	61	60	65	249	56	57	61
Rubber Products	7	7	6	4	24	4	4	3
Textile Products	17	20	18	15	70	16	14	11
Wood Products	16	16	15	17	64	19	13	14
Paper Products	55	61	57	65	238	63	63	62
Printing, Publishing and Allied Industries	16	17	17	17	67	16	15	17
Iron and Steel Products	108	114	130	117	469	115	92	83
Non-Ferrous Metal Products	5	5	6	5	21	6	6	7
Electrical Apparatus and Supplies	17	17	21	17	72	22	17	14
Non-Metallic Mineral Products	16	16	18	18	68	10	11	12
Products of Petroleum and Coal	21	16	22	28	87	27	23	21
Chemical Products	32	32	33	32	129	34	31	32
Other Manufacturing Industries ¹	19	19	19	18	75	19	15	16
Totals	392	401	422	418	1,633	407	361	353
Transportation, Storage and Communication	79	68	65	59	271	87	65	64
Public Utility Operation	21	19	20	22	82	24	23	19
Wholesale Trade	67	68	70	69	274	64	50	49
Retail Trade	61	59	55	56	231	48	49	47
Finance, Insurance and Real Estate	77	73	74	76	300	79	83	95
Service	17	19	18	20	74	18	16	17
Other Non-Manufacturing ²	33	40	38	39	150	33	31	33
Total all industries	824	834	834	858	3,350	854	778	772

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

Note: Corporation profits as shown in this table are greater than those published in "National Accounts" by dividends paid abroad. There are also minor differences because recent revisions to the quarterly profits data have, for technical reasons, not yet been incorporated into the tabular framework of the National Accounts. For 1959 these amount to +\$24 million.

CORPORATION PROFITS — THIRD QUARTER, 1960

After having fallen sharply from the 1st quarter to the 2nd quarter of 1960, seasonally adjusted corporate profits declined fractionally in the 3rd quarter. Within the total, however, there were a number of divergent movements. Profits rose sharply in the finance, insurance, and real estate group but mining declined by 5%, associated with a drop in production. Manufacturing showed a small decline

reflecting off-setting movements within the sub-groups; iron and steel fell sharply but there were some gains in the other components, the largest being in foods and beverages.

Seasonally adjusted, profits for the nine months of 1960 showed a 4% decline from the corresponding period of 1959.

Notes on Seasonally Adjusted Corporate Profits Data

Estimates of seasonally adjusted corporate profits before taxes in industry detail are presented in this publication in order to facilitate the interpretation of underlying trends in the data. The profits of most Canadian industries show clearly defined seasonal patterns due to the influence of a variety of climatic and institutional factors such as the freezing of the Seaway during the winter months or

the heavy consumer buying associated with the Christmas season. In dealing with time series in which such seasonal fluctuations occur, it is usually difficult to detect the basic underlying movements of the data since these are often obscured by the regular, repetitive seasonal pattern. Although the process of seasonal adjustment designed to "eliminate" such patterns can be carried out in

approximate terms only, the resulting seasonally adjusted data do provide an important aid in the analysis of time series. By eliminating the seasonal movements, the underlying trend-cycle can be brought into sharper focus and studied in isolation.

The process of seasonal adjustment used in this table is essentially similar to that used in many other seasonally adjusted data published by D.B.S. Briefly the process is as follows: run a four quarter centered moving average through each series to be adjusted; on a chart plot the deviations of the original observations from the moving average for

each of the first, second, third and fourth quarters; fit a curve to these deviations and from this read off the average deviations (seasonal factors) for each of the first, second, third and fourth quarters. The seasonally adjusted data are derived by dividing the original observations by the average seasonal factors determined as above. A fuller description of the problems and methods of seasonal adjustment is contained in *Seasonally Adjusted Economic Indicators, 1947-1955 (An Outline of Problems and Methods)* published as No. 77 in the Reference Paper series of the Dominion Bureau of Statistics.

TABLE 2. Summary—Quarterly Corporation Profits Before Taxes, by Industry, 1959-60

	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Mining, Quarrying and Oil Wells	72	82	81	100	335	87	102	88	277	235
Manufacturing:										
Foods and Beverages	46	62	68	73	249	40	58	71	169	176
Rubber Products	4	9	7	4	24	2	5	5	12	20
Textile Products	18	18	17	17	70	15	13	11	39	53
Wood Products	11	22	15	16	64	12	18	21	51	48
Paper Products	45	65	57	71	238	51	67	63	181	167
Printing, Publishing and Allied Industries	13	23	14	17	67	13	20	12	45	50
Iron and Steel Products	91	144	113	121	469	93	116	71	280	348
Non-Ferrous Metal Products	5	6	5	5	21	6	7	8	21	16
Electrical Apparatus and Supplies	13	18	20	21	72	18	16	13	47	51
Non-Metallic Mineral Products	5	18	28	17	68	3	12	24	39	51
Products of Petroleum and Coal	22	12	18	35	87	32	17	19	68	52
Chemical Products	28	39	37	25	129	30	36	35	101	104
Other Manufacturing Industries ¹	17	18	23	17	75	16	14	20	50	58
Totals	318	454	422	439	1,633	331	399	373	1,103	1,194
Transportation, Storage and Communication	54	73	84	60	271	65	67	75	207	211
Public Utility Operation	31	18	13	20	82	36	21	12	69	62
Wholesale Trade	49	76	83	66	274	46	55	59	160	208
Retail Trade	43	71	50	67	231	33	58	37	128	164
Finance, Insurance and Real Estate	77	83	71	69	300	78	86	86	250	231
Service	14	23	22	15	74	14	20	20	54	59
Other Non-Manufacturing ²	17	47	53	33	150	15	36	50	101	117
Total all industries	675	927	879	869	3,350	705	844	800	2,349	2,481

See footnotes below.

TABLE 3. Summary—Quarterly Corporation Profits After Taxes, by Industry, 1959-60

	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Mining, Quarrying and Oil Wells	46	53	52	64	215	56	64	56	176	151
Manufacturing:										
Foods and Beverages	24	32	36	38	130	20	30	38	88	92
Rubber Products	2	5	4	2	13	1	3	3	7	11
Textile Products	10	10	10	9	39	8	7	6	21	30
Wood Products	6	13	9	9	37	6	9	12	27	28
Paper Products	23	33	29	37	122	26	34	32	92	85
Printing, Publishing and Allied Industries	7	12	8	9	36	7	12	7	26	27
Iron and Steel Products	49	77	60	64	250	50	60	39	149	186
Non-Ferrous Metal Products	3	3	3	3	12	4	4	4	12	9
Electrical Apparatus and Supplies	8	9	10	11	38	10	8	7	25	27
Non-Metallic Mineral Products	3	9	14	9	35	1	6	13	20	26
Products of Petroleum and Coal	14	8	11	22	55	19	9	11	39	33
Chemical Products	15	20	19	13	67	15	19	18	52	54
Other Manufacturing Industries ¹	9	10	13	9	41	8	7	10	25	32
Totals	173	241	226	235	875	175	208	200	583	640
Transportation, Storage and Communication	28	38	44	31	141	34	35	41	110	110
Public Utility Operation	16	10	7	10	43	19	11	6	36	33
Wholesale Trade	27	42	46	37	152	24	30	33	87	115
Retail Trade	24	39	27	37	127	16	32	20	68	90
Finance, Insurance and Real Estate	42	46	39	38	165	43	47	49	139	127
Service	9	14	13	9	45	9	12	12	33	36
Other Non-Manufacturing ²	9	25	29	18	81	8	19	27	54	63
Total all industries	374	508	483	479	1,844	384	458	444	1,286	1,365

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1959-60

	1959					1960			9 mos. 1960	9 mos. 1959
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q		
millions of dollars										
Net Earnings	1,105	1,414	1,387	1,380	5,286	1,188	1,350	1,315	3,833	3,906
Less: Capital Cost Allowance	430	487	508	511	1,936	463	506	515	1,484	1,425
Profits Before Taxes	675	927	879	869	3,350	705	844	800	2,349	2,481
Less: Income Tax Liabilities	301	419	396	390	1,506	321	386	356	1,063	1,116
Profits After Taxes	374	508	483	479	1,844	384	458	444	1,286	1,365

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-60

	Mining, Quarrying and Oil Wells									
	1959					1960			9 mos. 1960	9 mos. 1959
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q		
millions of dollars										
Sales	536	578	614	631	2,359	598	603	642	1,843	1,728
Net Earnings	127	140	148	149	564	147	156	153	456	415
Less: Capital Cost Allowance	55	58	67	49	229	60	54	65	179	180
Profits Before Taxes	72	82	81	100	335	87	102	88	277	235
Less: Income Tax Liabilities	26	29	29	36	120	31	38	32	101	84
Profits After Taxes	46	53	52	64	215	56	64	56	176	151
Depletion Charged	9	7	8	10	34	10	8	8	26	24
Food and Beverages										
	1959					1960			9 mos. 1960	9 mos. 1959
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q		
millions of dollars										
Sales	943	1,045	1,167	1,166	4,321	957	1,030	1,169	3,156	3,155
Net Earnings	65	81	89	95	330	60	78	92	230	235
Less: Capital Cost Allowance	19	19	21	22	81	20	20	21	61	59
Profits Before Taxes	46	62	68	73	249	40	58	71	169	176
Less: Income Tax Liabilities	22	30	32	35	119	20	28	33	81	84
Profits After Taxes	24	32	36	38	130	20	30	38	88	92
Rubber Products										
	1959					1960			9 mos. 1960	9 mos. 1959
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q		
millions of dollars										
Sales	86	112	103	100	401	90	105	101	296	301
Net Earnings	7	12	11	7	37	5	8	10	23	30
Less: Capital Cost Allowance	3	3	4	3	13	3	3	5	11	10
Profits Before Taxes	4	9	7	4	24	2	5	5	12	20
Less: Income Tax Liabilities	2	4	3	2	11	1	2	2	5	9
Profits After Taxes	2	5	4	2	13	1	3	3	7	11

Note: 1. Depletion charges have not been deducted from profits.
2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry. 1959-60 - Continued

	Textile Products									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	396	409	415	422	1,642	404	403	405	1,212	1,220
Net Earnings	25	26	24	25	100	22	20	18	60	75
Less: Capital Cost Allowance	7	8	7	8	30	7	7	7	21	22
Profits Before Taxes	18	18	17	17	70	15	13	11	39	53
Less: Income Tax Liabilities	8	8	7	8	31	7	6	5	18	23
Profits After Taxes	10	10	10	9	39	8	7	6	21	30
	Wood Products									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	370	498	461	446	1,775	386	468	493	1,347	1,329
Net Earnings	23	34	27	28	112	26	30	34	90	84
Less: Capital Cost Allowance	12	12	12	12	48	14	12	13	39	36
Profits Before Taxes	11	22	15	16	64	12	18	21	51	48
Less: Income Tax Liabilities	5	9	6	7	27	6	9	9	24	20
Profits After Taxes	6	13	9	9	37	6	9	12	27	28
Depletion Charged	1	1	1	1	4	1	1	2	4	3
	Paper Products									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	456	536	519	530	2,041	508	548	539	1,595	1,511
Net Earnings	72	93	87	99	351	79	96	92	267	252
Less: Capital Cost Allowance	27	28	30	28	113	28	29	29	86	85
Profits Before Taxes	45	65	57	71	238	51	67	63	181	167
Less: Income Tax Liabilities	22	32	28	34	116	25	33	31	89	82
Profits After Taxes	23	33	29	37	122	26	34	32	92	85
Depletion Charged	1	1	1	1	4	1	1	1	3	3
	Printing, Publishing and Allied Industries									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	185	203	186	207	781	196	208	192	596	574
Net Earnings	18	29	20	22	89	18	26	17	61	67
Less: Capital Cost Allowance	5	6	6	5	22	5	6	5	16	17
Profits Before Taxes	13	23	14	17	67	13	20	12	45	50
Less: Income Tax Liabilities	6	11	6	8	31	6	8	5	19	23
Profits After Taxes	7	12	8	9	36	7	12	7	26	27

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-60 - Continued

	Iron and Steel Products									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	1,372	1,650	1,510	1,579	6,111	1,476	1,602	1,373	4,451	4,532
Net Earnings	135	191	153	170	649	144	163	110	417	479
Less: Capital Cost Allowance	44	47	40	49	180	51	47	39	137	131
Profits Before Taxes	91	144	113	121	469	93	116	71	280	348
Less: Income Tax Liabilities	42	67	53	57	219	43	56	32	131	162
Profits After Taxes	49	77	60	64	250	50	60	39	149	186
	Non-Ferrous Metal Products									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	175	201	189	214	779	203	213	197	613	565
Net Earnings	16	23	18	23	80	23	29	21	73	57
Less: Capital Cost Allowance	11	17	13	18	59	17	22	13	52	41
Profits Before Taxes	5	6	5	5	21	6	7	8	21	16
Less: Income Tax Liabilities	2	3	2	2	9	2	3	4	9	7
Profits After Taxes	3	3	3	3	12	4	4	4	12	9
	Electrical Apparatus and Supplies									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	275	307	317	330	1,229	300	303	316	919	899
Net Earnings	20	24	26	27	97	26	22	19	67	70
Less: Capital Cost Allowance	7	6	6	6	25	8	6	6	20	19
Profits Before Taxes	13	18	20	21	72	18	16	13	47	51
Less: Income Tax Liabilities	5	9	10	10	34	8	8	6	22	24
Profits After Taxes	8	9	10	11	38	10	8	7	25	27
	Non-Metallic Mineral Products									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	114	160	189	166	629	117	145	181	443	463
Net Earnings	11	26	36	27	100	9	21	32	62	73
Less: Capital Cost Allowance	6	8	8	10	32	6	9	8	23	22
Profits Before Taxes	5	18	28	17	68	3	12	24	39	51
Less: Income Tax Liabilities	2	9	14	8	33	2	6	11	19	25
Profits After Taxes	3	9	14	9	35	1	6	13	20	26

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-60 - Continued

	Products of Petroleum and Coal									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	442	401	442	483	1,768	439	402	441	1,282	1,285
Net Earnings	51	39	48	53	191	60	44	47	151	138
Less: Capital Cost Allowance	29	27	30	18	104	28	27	28	83	86
Profits Before Taxes	22	12	18	35	87	32	17	19	68	52
Less: Income Tax Liabilities	8	4	7	13	32	13	8	8	29	19
Profits After Taxes	14	8	11	22	55	19	9	11	39	33
	Chemical Products									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	325	391	379	353	1,448	349	403	386	1,138	1,095
Net Earnings	41	53	53	44	191	44	52	50	146	147
Less: Capital Cost Allowance	13	14	16	19	62	14	16	15	45	43
Profits Before Taxes	28	39	37	25	129	30	36	35	101	104
Less: Income Tax Liabilities	13	19	18	12	62	15	17	17	49	50
Profits After Taxes	15	20	19	13	67	15	19	18	52	54
	Other Manufacturing Industries*									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	251	268	280	267	1,066	259	264	287	810	799
Net Earnings	20	21	27	22	90	19	17	25	61	68
Less: Capital Cost Allowance	3	3	4	5	15	3	3	5	11	10
Profits Before Taxes	17	18	23	17	75	16	14	20	50	58
Less: Income Tax Liabilities	8	8	10	8	34	8	7	10	25	26
Profits After Taxes	9	10	13	9	41	8	7	10	25	32
	Total - Manufacturing									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	5,390	6,181	6,157	6,263	23,991	5,684	6,094	6,080	17,858	17,728
Net Earnings	504	652	619	642	2,417	535	606	567	1,708	1,775
Less: Capital Cost Allowance	186	198	197	203	784	204	207	194	605	581
Profits Before Taxes	318	454	422	439	1,633	331	399	373	1,103	1,194
Less: Income Tax Liabilities	145	213	196	204	758	156	191	173	520	554
Profits After Taxes	173	241	226	235	875	175	208	200	583	640

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-60 - Continued

	Transportation, Storage and Communication									
	1959					1960			9 mos. 1960	9 mos. 1959
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q		
	millions of dollars									
Sales	681	749	798	777	3,005	713	764	805	2,282	2,228
Net Earnings	128	164	181	166	639	145	164	177	486	473
Less: Capital Cost Allowance	74	91	97	106	368	80	97	102	279	262
Profits Before Taxes	54	73	84	60	271	65	67	75	207	211
Less: Income Tax Liabilities	26	35	40	29	130	31	32	34	97	101
Profits After Taxes	28	38	44	31	141	34	35	41	110	110
	Public Utility Operation									
	1959					1960			9 mos. 1960	9 mos. 1959
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q		
	millions of dollars									
Sales	149	115	103	135	502	166	123	110	399	367
Net Earnings	58	44	36	47	185	64	51	34	149	138
Less: Capital Cost Allowance	27	26	23	27	103	28	30	22	80	76
Profits Before Taxes	31	18	13	20	82	36	21	12	69	62
Less: Income Tax Liabilities	15	8	6	10	39	17	10	6	33	29
Profits After Taxes	16	10	7	10	43	19	11	6	36	33
	Wholesale Trade									
	1959					1960			9 mos. 1960	9 mos. 1959
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q		
	millions of dollars									
Sales	2,421	2,914	2,936	2,914	11,185	2,582	2,837	2,921	8,340	8,271
Net Earnings	69	96	107	92	364	67	76	84	227	272
Less: Capital Cost Allowance	20	20	24	26	90	21	21	25	67	64
Profits Before Taxes	49	76	83	66	274	46	55	59	160	208
Less: Income Tax Liabilities	22	34	37	29	122	22	25	26	73	93
Profits After Taxes	27	42	46	37	152	24	30	33	87	115
	Retail Trade									
	1959					1960			9 mos. 1960	9 mos. 1959
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q		
	millions of dollars									
Sales	2,134	2,485	2,258	2,278	9,155	2,118	2,429	2,181	6,728	6,877
Net Earnings	62	91	71	94	318	54	79	60	193	224
Less: Capital Cost Allowance	19	20	21	27	87	21	21	23	65	60
Profits Before Taxes	43	71	50	67	231	33	58	37	128	164
Less: Income Tax Liabilities	19	32	23	30	104	17	26	17	60	74
Profits After Taxes	24	39	27	37	127	16	32	20	68	90

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-60 - Concluded

	Finance, Insurance and Real Estate*									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Net Earnings	98	106	94	100	398	100	111	111	322	298
Less: Capital Cost Allowance	21	23	23	31	98	22	25	25	72	67
Profits Before Taxes	77	83	71	69	300	78	86	86	250	231
Less: Income Tax Liabilities	35	37	32	31	135	35	39	37	111	104
Profits After Taxes	42	46	39	38	165	43	47	49	139	127
	Service									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Net Earnings	28	39	37	32	136	29	36	35	100	104
Less: Capital Cost Allowance	14	16	15	17	62	15	16	15	46	45
Profits Before Taxes	14	23	22	15	74	14	20	20	54	59
Less: Income Tax Liabilities	5	9	9	6	29	5	8	8	21	23
Profits After Taxes	9	14	13	9	45	9	12	12	33	36
	Other Non-Manufacturing**									
	1959					1960			9 mos. 1960	9 mos. 1959
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Net Earnings	31	82	94	58	265	27	71	94	192	207
Less: Capital Cost Allowance	14	35	41	25	115	12	35	44	91	90
Profits Before Taxes	17	47	53	33	150	15	36	50	101	117
Less: Income Tax Liabilities	8	22	24	15	69	7	17	23	47	54
Profits After Taxes	9	25	29	18	81	8	19	27	54	63

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* The Finance, Insurance and Real Estate group includes a Balance of Payments adjustment.
 ** Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100 - 119
	Fuels	120 - 129
	Non-Metal Mining	130 - 149
	Quarrying, Clay and Sand Pits	150 - 169
	Prospecting	170 - 199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200 - 229
	Rubber Products	236 - 239
Rubber Products	Textile Products (except Clothing)	250 - 269
	Clothing (Textile and Fur)	270 - 279
Textile Products	Wood Products	280 - 289
	Paper Products	290 - 299
Wood Products	Printing, Publishing and Allied Industries	300 - 309
Paper Products	Iron and Steel Products	310 - 329
Printing, Publishing and Allied Industries	Transportation Equipment	330 - 339
	Non-Ferrous Metal Products	340 - 349
Iron and Steel Products	Electrical Apparatus and Supplies	350 - 359
Non-Ferrous Metal Products	Non-Metallic Mineral Products	360 - 369
	Products of Petroleum and Coal	370 - 379
Electrical Apparatus and Supplies	Chemical Products	380 - 389
Non-Metallic Mineral Products	Miscellaneous Manufacturing Industries	390 - 399
Products of Petroleum and Coal	Tobacco and Tobacco Products	230 - 235
Chemical Products	Leather Products	240 - 249
Other Manufacturing Industries		
Transportation, Storage and Communication	Transportation	500 - 519
	Storage	520 - 539
	Communication	540 - 599
Public Utility Operation ¹	Public Utility Operation ¹	600 - 699
Wholesale Trade	Trade: Wholesale Trade	700 - 729
	Trade: Retail Trade	730 - 799
Retail Trade	Finance, Insurance and Real Estate	800 - 899
Finance, Insurance and Real Estate	Community or Public Service	900 - 909
	Recreation Service	920 - 929
Service	Business Service	930 - 939
	Personal Service	940 - 949
	Agriculture	000 - 079
Other Non-Manufacturing	Forestry	080 - 089
	Fishing and Trapping	090 - 099
	Construction	400 - 499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CANADA

CORPORATION PROFITS
FOURTH QUARTER, 1960



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NOTE

The data contained in Tables 1 to 5 inclusive of this report have been revised to take into account the latest available information for previous periods and, therefore, replace the estimates in earlier issues for the years 1957 to date. All data from the first quarter of 1957 to the third quarter of 1960 inclusive have been reworked to make use of more up-to-date information.

CORPORATION PROFITS

FOURTH QUARTER, 1960

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from

the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are based on figures supplied by reporting companies.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1956-60

No.		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Mining, Quarrying and Oil Wells	107	98	96	81	382	84	93	78	67	322
	Manufacturing:										
2	Foods and Beverages	52	48	50	52	202	55	54	54	55	218
3	Rubber Products	7	8	8	8	31	7	6	5	2	20
4	Textile Products	14	14	13	16	57	16	14	12	11	53
5	Wood Products	24	21	19	15	79	7	11	12	5	35
6	Paper Products	79	75	72	57	283	56	55	59	50	220
7	Printing, Publishing and Allied Industries	14	14	14	14	56	14	13	12	11	50
8	Iron and Steel Products	100	111	108	133	452	126	114	109	107	456
9	Non-Ferrous Metal Products	12	12	15	8	47	8	2	-	-	2
10	Electrical Apparatus and Supplies	18	19	18	21	76	16	17	17	13	63
11	Non-Metallic Mineral Products	18	18	16	16	68	14	16	16	18	64
12	Products of Petroleum and Coal	35	34	34	39	142	44	41	34	21	140
13	Chemical Products	25	25	23	24	97	24	25	19	24	92
14	Other Manufacturing Industries ¹	15	14	14	13	56	13	14	14	15	56
15	Totals	413	413	404	416	1,646	400	382	356	331	1,469
16	Transportation, Storage and Communication	56	60	63	61	240	53	56	49	42	200
17	Public Utility Operation	15	15	15	15	60	16	15	15	15	61
18	Wholesale Trade	76	70	73	76	295	76	71	65	50	262
19	Retail Trade	43	56	57	57	213	54	51	53	51	209
20	Finance, Insurance and Real Estate	79	78	84	77	318	75	71	73	82	301
21	Service	15	18	18	18	69	20	19	21	17	77
22	Other Non-Manufacturing ²	29	29	30	34	122	36	38	40	41	155
23	Totals, All Industries	833	837	840	835	3,345	814	796	750	696	3,056

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

Notes on Seasonally Adjusted Corporate Profits Data

Estimates of seasonally adjusted corporate profits before taxes in industry detail are presented in this publication in order to facilitate the interpretation of underlying trends in the data. The profits of most Canadian industries show clearly defined seasonal patterns due to the influence of variety of climatic and institutional factors such as the freezing of the Seaway during the winter months or the heavy consumer buying associated with the Christmas season. In dealing with time series in which such seasonal fluctuations occur, it is usually difficult to detect the basic underlying movements of the data since these are often obscured by the regular, repetitive seasonal pattern. Although the process of seasonal adjustment designed to "eliminate" such patterns can be carried out in approximate terms only, the resulting seasonally adjusted data do provide an important aid in the analysis of time series. By eliminating the seasonal movements, the underlying trend-cycle can be brought into sharper focus and studied in isolation.

The process of seasonal adjustment used in this table is essentially similar to that used in many other seasonally adjusted data published by D.B.S. Briefly the process is as follows: run a four quarter centered moving average through each series to be adjusted; on a chart plot the deviations of the original observations from the moving average for each of the first, second, third and fourth quarters; fit a curve to these deviations and from this read off the average deviations (seasonal factors) for each of the first, second, third and fourth quarters. The seasonally adjusted data are derived by dividing the original observations by the average seasonal factors determined as above. A fuller description of the problems and methods of seasonal adjustment is contained in *Seasonally Adjusted Economic Indicators, 1947-1955 (An Outline of Problems and Methods)* published as No. 77 in the Reference Paper series of the Dominion Bureau of Statistics.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1956 - 60

1958					1959					1960					No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
50	50	68	66	234	69	73	77	94	313	92	91	88	81	352	1
56	59	59	61	235	64	64	62	67	257	57	58	66	66	247	2
2	6	6	9	23	8	7	6	5	26	4	4	4	5	17	3
10	10	13	17	50	16	17	16	14	63	13	13	10	12	48	4
7	11	11	16	45	16	20	12	18	66	17	13	15	11	56	5
52	47	55	55	209	55	58	55	59	227	61	58	62	58	239	6
12	12	12	12	48	13	14	14	13	54	13	12	13	11	49	7
92	94	88	101	375	111	117	140	113	481	111	91	95	71	368	8
7	6	7	9	29	6	5	5	7	23	7	6	9	9	31	9
18	15	15	17	65	15	20	23	20	78	20	18	15	11	64	10
15	15	15	17	62	16	16	16	14	62	12	11	14	14	51	11
21	16	18	23	78	18	19	25	28	90	27	26	23	17	93	12
19	23	25	26	93	27	29	31	26	113	28	27	28	25	108	13
11	13	13	13	50	14	15	15	12	56	13	11	13	12	49	14
322	327	337	376	1,362	379	401	420	396	1,596	383	348	367	322	1,420	15
36	40	47	56	179	54	55	52	49	210	57	52	47	48	204	16
13	14	14	15	56	16	16	17	18	67	18	18	19	20	75	17
51	56	59	65	231	64	67	67	66	264	57	50	47	63	217	18
55	52	57	62	226	61	62	58	59	240	47	50	47	56	200	19
106	97	107	115	425	108	101	107	121	437	119	115	128	125	487	20
19	17	18	18	72	17	20	18	21	76	17	17	17	13	64	21
50	51	51	51	203	50	50	49	49	198	46	45	44	46	181	22
702	704	758	824	2,988	818	845	865	873	3,401	836	786	804	774	3,200	23

² Includes Agriculture, Forestry, Fishing and Construction.

Corporation Profits Before Taxes

Reflecting the partially offsetting influences present in the economy in 1960, corporate profits fell by about 6 per cent, following a considerable advance in the more expansionary climate of the previous year.

A lower level of profits was a fairly common experience among industries. However, there was a substantial increase in profits in mining, quarrying and oil wells and in financial services as well as a significant gain in public utilities.

Most of the individual manufacturing industries shared in the unfavourable profits experience of the group as a whole, with total manufacturing profits down by about 11 per cent. Among the major manufacturing industries, the sharpest decline took place in iron and steel, where profits were off about

24 per cent; this decline was associated with reduced output in the industry. The deterioration in profits was also relatively large in such other durable goods industries as wood products, electrical apparatus and supplies and non-metallic mineral products. On the other hand, profits were moderately higher in paper products and in products of petroleum and coal where production likewise rose between the two years.

In spite of a significant increase in the volume of trade, profits were substantially lower in both wholesale and retail trade, apparently associated with higher costs and the easing in some prices. A small decline in profits in the transportation, communication and storage group was in part the result of the smaller volume of traffic handled by the railways.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1956 - 60

No.		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Mining, Quarrying and Oil Wells	103	97	105	77	382	80	92	87	63	322
	Manufacturing:										
2	Foods and Beverages	37	47	60	58	202	39	52	66	61	218
3	Rubber Products	5	10	7	9	31	4	7	6	3	20
4	Textile Products	17	13	10	17	57	17	13	13	10	53
5	Wood Products	17	25	25	12	79	5	13	12	5	35
6	Paper Products	69	78	72	64	283	46	60	57	57	220
7	Printing, Publishing and Allied Industries	11	20	11	14	56	12	17	9	12	50
8	Iron and Steel Products	84	141	103	124	452	112	146	93	105	456
9	Non-Ferrous Metal Products	11	14	15	7	47	7	3	6	2	2
10	Electrical Apparatus and Supplies	17	18	17	24	76	15	17	15	16	63
11	Non-Metallic Mineral Products	10	22	22	14	68	6	19	24	15	64
12	Products of Petroleum and Coal	36	30	37	39	142	44	31	37	28	140
13	Chemical Products	21	30	25	21	97	21	31	19	21	92
14	Other Manufacturing Industries ¹	13	14	15	14	56	12	14	15	15	56
15	Totals	348	462	419	417	1,646	340	423	360	346	1,469
16	Transportation, Storage and Communication	38	63	80	59	240	29	62	67	42	200
17	Public Utility Operation	20	14	11	15	60	23	14	10	14	61
18	Wholesale Trade	56	80	84	75	295	58	78	78	48	262
19	Retail Trade	24	66	58	65	213	36	59	54	60	209
20	Finance, Insurance and Real Estate	76	87	89	66	318	79	81	71	70	301
21	Service	13	21	21	14	69	16	24	24	13	77
22	Other Non-Manufacturing ²	17	32	42	31	122	21	43	55	36	155
23	Totals, All Industries	695	922	909	815	3,345	684	880	803	689	3,056

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1956 - 60

No.		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Mining, Quarrying and Oil Wells	68	64	70	51	253	49	60	56	46	211
	Manufacturing:										
2	Foods and Beverages	20	26	33	32	111	20	28	38	33	119
3	Rubber Products	3	5	4	5	17	2	5	4	2	13
4	Textile Products	11	8	6	10	35	10	6	7	4	27
5	Wood Products	10	15	14	7	46	2	7	7	2	18
6	Paper Products	37	42	39	35	153	25	32	30	31	118
7	Printing, Publishing and Allied Industries	6	12	6	8	32	7	9	4	6	26
8	Iron and Steel Products	46	77	56	68	247	58	78	52	63	251
9	Non-Ferrous Metal Products	6	7	8	4	25	4	1	8	4	7
10	Electrical Apparatus and Supplies	9	10	9	13	41	7	9	8	8	32
11	Non-Metallic Mineral Products	5	12	12	7	36	2	11	14	8	35
12	Products of Petroleum and Coal	22	19	23	24	88	26	19	23	22	90
13	Chemical Products	12	17	14	12	55	11	17	9	11	48
14	Other Manufacturing Industries ¹	8	8	9	8	33	6	7	8	7	28
15	Totals	195	258	233	233	919	180	229	196	193	798
16	Transportation, Storage and Communication	21	35	45	33	134	9	33	39	25	106
17	Public Utility Operation	11	8	6	9	34	12	8	5	7	32
18	Wholesale Trade	32	45	47	42	166	30	42	42	24	138
19	Retail Trade	14	38	33	37	122	16	35	32	32	115
20	Finance, Insurance and Real Estate	45	52	53	39	189	47	47	43	46	183
21	Service	8	13	13	9	43	9	16	16	8	49
22	Other Non-Manufacturing ²	10	19	25	18	72	12	24	30	21	87
23	Totals, All Industries	404	532	525	471	1,932	364	494	459	402	1,719

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1956 - 60

1958					1959					1960					No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
49	50	73	62	234	69	75	79	90	313	89	95	89	79	352	1
39	58	72	66	235	44	65	75	73	257	38	60	79	70	249	2
1	6	7	9	23	4	9	8	5	26	2	5	5	5	17	3
10	9	14	17	50	16	16	16	15	63	13	12	10	13	48	4
5	13	12	15	45	11	24	14	17	66	12	16	17	11	56	5
42	52	53	62	209	44	64	53	66	227	50	66	59	64	239	6
10	16	9	13	48	11	18	11	14	54	11	16	10	12	49	7
85	120	72	98	375	106	151	109	115	481	109	121	68	70	368	8
6	7	8	8	29	5	6	6	6	23	6	7	10	8	31	9
16	14	14	21	65	13	19	21	25	78	19	17	14	14	64	10
6	17	22	17	62	6	18	23	15	62	4	12	20	15	51	11
19	12	17	30	78	17	15	22	36	90	25	22	23	23	93	12
17	28	26	22	93	24	35	32	22	113	26	32	30	20	108	13
10	13	14	13	50	13	15	16	12	56	12	11	14	12	49	14
266	365	340	391	1,362	314	455	406	421	1,596	327	397	359	337	1,420	15
22	42	62	53	179	36	58	69	47	210	43	54	62	45	204	16
19	13	9	15	56	24	15	10	18	67	27	18	10	20	75	17
38	60	70	63	231	47	71	80	66	264	43	53	57	64	217	18
38	59	55	74	226	44	71	52	73	240	33	57	40	70	200	19
111	110	102	102	425	113	113	102	109	437	124	129	125	109	487	20
15	21	20	16	72	14	23	20	19	76	14	19	18	13	64	21
28	59	71	45	203	27	58	69	44	198	24	53	63	41	181	22
586	779	802	821	2,988	688	939	887	887	3,401	724	875	823	778	3,200	23

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1956 - 60

1958					1959					1960					No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
27	30	46	38	141	44	46	48	56	194	56	61	56	49	222	1
19	32	41	35	127	21	35	39	36	131	20	31	42	36	129	2
-	3	4	5	12	2	4	4	3	13	1	3	3	3	10	3
6	3	8	10	27	10	8	8	7	33	8	6	5	8	27	4
2	7	8	8	25	4	13	10	8	35	5	8	10	6	29	5
22	28	28	34	112	23	33	26	33	115	25	33	29	33	120	6
5	9	5	7	26	6	9	6	7	28	6	9	5	6	26	7
47	64	38	55	204	51	76	57	62	246	58	64	37	38	197	8
4	5	5	6	20	2	3	3	4	12	3	4	5	5	17	9
8	7	7	11	33	7	10	11	12	40	9	9	7	6	31	10
1	10	13	10	34	1	10	13	7	31	1	6	11	8	26	11
10	5	7	28	50	8	8	10	29	55	14	12	13	14	53	12
9	15	14	12	50	13	18	17	11	59	14	17	16	9	56	13
5	7	8	7	27	7	8	9	6	30	6	5	7	6	24	14
138	195	186	228	747	155	235	213	225	828	170	207	190	178	745	15
7	21	35	35	98	15	31	39	22	107	22	28	32	24	106	16
11	7	4	9	31	13	8	4	8	33	15	10	5	11	41	17
17	33	41	36	127	24	40	48	38	150	23	28	31	36	118	18
20	35	33	41	129	24	42	29	39	134	17	31	21	39	108	19
70	68	58	63	259	70	65	60	68	263	72	73	72	60	277	20
9	14	13	9	45	7	14	12	11	44	8	12	10	6	36	21
17	38	25	31	111	15	33	35	24	107	13	29	33	23	98	22
316	441	441	490	1,688	367	514	488	491	1,860	396	479	450	426	1,751	23

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1956-60

No.		1956					1957				
		1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total
		millions of dollars									
1	Net Earnings.....	1,064	1,337	1,347	1,270	5,018	1,115	1,349	1,292	1,172	4,928
2	Less: Capital Cost Allowance.....	369	415	438	451	1,673	433	473	486	480	1,872
3	Profits Before Taxes.....	695	922	909	819	3,345	682	876	806	692	3,056
4	Less: Income Tax Liabilities	291	390	384	348	1,413	318	382	347	290	1,337
5	Profits After Taxes	404	532	525	471	1,932	364	494	459	402	1,719

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1956-60

No.		Mining, Quarrying and Oil Wells									
		1956					1957				
		1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total
		millions of dollars									
1	Sales	551	573	639	609	2,372	569	611	572	568	2,320
2	Net Earnings	141	137	151	122	551	125	138	139	105	507
3	Less: Capital Cost Allowance.....	38	40	46	45	169	45	46	52	42	185
4	Profits Before Taxes.....	103	97	105	77	382	80	92	87	63	322
5	Less: Income Tax Liabilities	35	33	35	26	129	31	32	31	17	111
6	Profits After Taxes	68	64	70	51	253	49	60	56	46	211
7	Depletion Charged.....	8	7	7	7	29	9	8	9	8	34
		Foods and Beverages									
		1956					1957				
		1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total
		millions of dollars									
8	Sales	799	872	994	1,028	3,693	863	977	1,059	1,033	3,932
9	Net Earnings	54	65	77	76	272	57	71	85	80	293
10	Less: Capital Cost Allowance.....	17	18	17	18	70	18	19	19	19	75
11	Profits Before Taxes.....	37	47	60	58	202	39	52	66	61	218
12	Less: Income Tax Liabilities	17	21	27	26	91	19	24	28	28	99
13	Profits After Taxes	20	26	33	32	111	20	28	38	33	119
		Rubber Products									
		1956					1957				
		1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total
		millions of dollars									
14	Sales	80	99	91	97	367	88	99	96	88	371
15	Net Earnings.....	8	13	10	12	43	7	11	10	6	34
16	Less: Capital Cost Allowance.....	3	3	3	3	12	3	4	4	3	14
17	Profits Before Taxes.....	5	10	7	9	31	4	7	6	3	20
18	Less: Income Tax Liabilities	2	5	3	4	14	2	2	2	1	7
19	Profits After Taxes	3	5	4	5	17	2	5	4	2	13

Note: 1. Depletion charges have not been deducted from profits.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1956 - 60

1958					1959					1960					No.
1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	
millions of dollars															
1,027	1,250	1,276	1,316	4,869	1,128	1,434	1,400	1,421	5,383	1,052	1,271	1,196	1,130	4,649	1
441	471	474	495	1,881	440	495	513	534	1,982	472	515	516	521	2,024	2
586	779	802	821	2,988	688	939	887	887	3,401	724	875	823	778	3,200	3
270	338	361	331	1,300	321	425	399	396	1,541	328	396	373	352	1,449	4
316	441	441	490	1,688	367	514	488	491	1,860	396	479	450	426	1,751	5

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1955 - 59

Mining, Quarrying and Oil Wells															
1958					1959					1960					No.
1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	
millions of dollars															
447	504	520	481	1,952	471	556	566	586	2,179	530	584	589	557	2,260	1
90	96	119	105	410	109	130	139	146	524	133	146	147	134	560	2
41	46	46	43	176	40	55	60	56	211	44	51	58	55	208	3
49	50	73	62	234	69	75	79	90	313	89	95	89	79	352	4
22	20	27	24	93	25	29	31	34	119	33	34	33	30	130	5
27	30	46	38	141	44	46	48	56	194	56	61	56	49	222	6
9	8	9	10	34	10	9	10	8	37	11	10	10	10	41	7
Foods and Beverages															
1958					1959					1960					No.
1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	
millions of dollars															
884	1,058	1,061	1,090	4,093	941	1,076	1,141	1,142	4,300	955	1,056	1,147	1,130	4,288	8
58	77	92	88	315	64	85	97	96	342	59	81	101	95	336	9
19	19	20	22	80	20	20	22	23	85	21	21	22	25	89	10
39	58	72	66	235	44	65	75	73	257	38	60	79	70	247	11
20	26	31	31	108	23	30	36	37	126	18	29	37	34	118	12
19	32	41	35	127	21	35	39	36	131	20	31	42	36	129	13
Rubber Products															
1958					1959					1960					No.
1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	
millions of dollars															
73	93	93	94	353	84	110	102	98	394	88	103	100	96	387	14
4	9	10	12	35	7	12	11	8	38	5	8	8	8	29	15
3	3	3	3	12	3	3	3	3	12	3	3	3	3	12	16
1	6	7	9	23	4	9	8	5	26	2	5	5	5	17	17
1	3	3	4	11	2	5	4	2	13	1	2	2	2	7	18
-	3	4	5	12	2	4	4	3	13	1	3	3	3	10	19

* Note: 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1956-60 - Continued

No.		Textile Products									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Sales	396	371	375	426	1,568	385	381	385	382	1,533
2	Net Earnings	24	21	18	26	89	25	20	20	19	84
3	Less: Capital Cost Allowance	7	8	8	9	32	8	7	7	9	31
4	Profits Before Taxes	17	13	10	17	57	17	13	13	10	53
5	Less: Income Tax Liabilities	6	5	4	7	22	7	7	6	6	26
6	Profits After Taxes	11	8	6	10	35	10	6	7	4	27
		Wood Products									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
7	Sales	376	422	442	402	1,642	322	393	415	351	1,481
8	Net Earnings	29	38	35	26	128	16	26	24	16	82
9	Less: Capital Cost Allowance	12	13	10	14	49	11	13	12	11	47
10	Profits Before Taxes	17	25	25	12	79	5	13	12	5	35
11	Less: Income Tax Liabilities	7	10	11	5	33	3	6	5	3	17
12	Profits After Taxes	10	15	14	7	46	2	7	7	2	18
13	Depletion Charged	1	1	2	1	5	1	1	2	1	5
		Paper Products									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
14	Sales	441	473	491	508	1,913	461	503	487	466	1,917
15	Net Earnings	94	103	97	91	385	73	89	85	84	331
16	Less: Capital Cost Allowance	25	25	25	27	102	27	29	28	27	111
17	Profits Before Taxes	69	78	72	64	283	46	60	57	57	220
18	Less: Income Tax Liabilities	32	36	33	29	130	21	28	27	26	102
19	Profits After Taxes	37	42	39	35	153	25	32	30	31	118
20	Depletion Charged	1	1	1	1	4	1	1	1	1	4
		Printing, Publishing and Allied Industries									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
21	Sales	158	180	162	185	685	166	184	168	179	697
22	Net Earnings	15	25	16	20	76	17	22	14	18	71
23	Less: Capital Cost Allowance	4	5	5	6	20	5	5	5	6	21
24	Profits Before Taxes	11	20	11	14	56	12	17	9	12	50
25	Less: Income Tax Liabilities	5	8	5	6	24	5	8	5	6	24
26	Profits After Taxes	6	12	6	8	32	7	9	4	6	26

Note: 1. Depletion charges have not been deducted from profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1956-60 - Continued

Textile Products															No.
1958					1959					1960					
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
352	364	384	409	1,509	381	397	411	409	1,598	388	392	402	419	1,601	1
18	17	21	24	80	23	24	23	22	92	20	19	17	20	76	2
8	8	7	7	30	7	8	7	7	29	7	7	7	7	28	3
10	9	14	17	50	16	16	16	15	63	13	12	10	13	48	4
4	6	6	7	23	6	8	8	8	30	5	6	5	5	21	5
6	3	8	10	27	10	8	8	7	33	8	6	5	8	27	6
Wood Products															
1958					1959					1960					
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
309	374	397	396	1,476	341	439	393	411	1,584	355	403	422	373	1,553	7
17	25	24	27	93	23	36	26	29	114	25	30	30	21	106	8
12	12	12	12	48	12	12	12	12	48	13	14	13	10	50	9
5	13	12	15	45	11	24	14	17	66	12	16	17	11	56	10
3	6	4	7	20	7	11	4	9	31	7	8	7	5	27	11
2	7	8	8	25	4	13	10	8	35	5	8	10	6	29	12
1	1	1	2	5	1	2	1	2	6	2	2	1	2	7	13
Paper Products															
1958					1959					1960					
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
429	473	493	481	1,876	446	521	526	527	2,020	497	533	546	531	2,107	14
70	81	81	93	325	72	93	83	98	346	79	96	89	96	360	15
28	29	28	31	116	28	29	30	32	119	29	30	30	32	121	16
42	52	53	62	209	44	64	53	66	227	50	66	59	64	239	17
20	24	25	28	97	21	31	27	33	112	25	33	30	31	119	18
22	28	28	34	112	23	33	26	33	115	25	33	29	33	120	19
1	1	1	1	4	1	1	1	1	4	1	1	1	1	4	20
Printing, Publishing and Allied Industries															
1958					1959					1960					
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
158	173	166	184	681	172	187	176	203	738	180	191	181	204	756	21
15	22	14	19	70	16	24	17	20	77	16	22	15	18	71	22
5	6	5	6	22	5	6	6	6	23	5	6	5	6	22	23
10	16	9	13	48	11	18	11	14	54	11	16	10	12	49	24
5	7	4	6	22	5	9	5	7	26	5	7	5	6	23	25
5	9	5	7	26	6	9	6	7	28	6	9	5	6	26	26

Note: 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1956-60 - Continued

No.		Iron and Steel Products									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Sales	1,197	1,556	1,459	1,577	5,789	1,489	1,641	1,438	1,466	6,034
2	Net Earnings	125	187	146	171	629	158	192	138	148	636
3	Less: Capital Cost Allowance	41	46	43	47	177	46	46	45	43	180
4	Profits Before Taxes	84	141	103	124	452	112	146	93	105	456
5	Less: Income Tax Liabilities	38	64	47	58	205	54	68	41	42	205
6	Profits After Taxes	46	77	56	68	247	58	78	52	63	251
		Non-Ferrous Metal Products									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
7	Sales	195	213	208	220	836	201	192	178	191	762
8	Net Earnings	22	31	35	33	121	32	28	10	24	94
9	Less: Capital Cost Allowance	11	17	20	26	74	25	25	16	26	92
10	Profits Before Taxes	11	14	15	7	47	7	3	- 6	- 2	2
11	Less: Income Tax Liabilities	5	7	7	3	22	3	2	2	2	9
12	Profits After Taxes	6	7	8	4	25	4	1	- 8	- 4	- 7
		Electrical Apparatus and Supplies									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
13	Sales	306	342	338	379	1,365	312	327	318	338	1,295
14	Net Earnings	23	25	24	30	102	22	23	21	23	89
15	Less: Capital Cost Allowance	6	7	7	6	26	7	6	6	7	26
16	Profits Before Taxes	17	18	17	24	76	15	17	15	16	63
17	Less: Income Tax Liabilities	8	8	8	11	35	8	8	7	8	31
18	Profits After Taxes	9	10	9	13	41	7	9	8	8	32
		Non-Metallic Mineral Products									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
19	Sales	104	142	153	155	554	110	153	183	160	606
20	Net Earnings	16	29	30	22	97	13	27	34	24	98
21	Less: Capital Cost Allowance	6	7	8	8	29	7	8	10	9	34
22	Profits Before Taxes	10	22	22	14	68	6	19	24	15	64
23	Less: Income Tax Liabilities	5	10	10	7	32	4	8	10	7	29
24	Profits After Taxes	5	12	12	7	36	2	11	14	8	35

Note: 1. Depletion charges have not been deducted from profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1956-60 - Continued

Iron and Steel Products																No.
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
1,307	1,535	1,322	1,424	5,588	1,378	1,629	1,486	1,546	6,039	1,484	1,584	1,347	1,450	5,865	1	
130	169	121	152	572	153	201	159	166	679	163	171	116	123	573	2	
45	49	49	54	197	47	50	50	51	198	54	50	48	53	205	3	
85	120	72	98	375	106	151	109	115	481	109	121	68	70	368	4	
38	56	34	43	171	55	75	52	53	235	51	57	31	32	171	5	
47	64	38	55	204	51	76	57	62	246	58	64	37	38	197	6	
Non-Ferrous Metal Products																
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
173	184	190	187	734	176	202	190	214	782	204	213	198	210	825	7	
20	20	25	17	82	16	23	19	24	82	23	29	23	18	93	8	
14	13	17	9	53	11	17	13	18	59	17	22	13	10	62	9	
6	7	8	8	29	5	6	6	6	23	6	7	10	8	31	10	
2	2	3	2	9	3	3	3	2	11	3	3	5	3	14	11	
4	5	5	6	20	2	3	3	4	12	3	4	5	5	17	12	
Electrical Apparatus and Supplies																
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
313	314	304	325	1,256	290	328	329	349	1,296	316	324	327	346	1,313	13	
23	21	21	28	93	20	26	28	32	106	27	24	21	21	93	14	
7	7	7	7	28	7	7	7	7	28	8	7	7	7	29	15	
16	14	14	21	65	13	19	21	25	78	19	17	14	14	64	16	
8	7	7	10	32	6	9	10	13	38	10	8	7	8	33	17	
8	7	7	11	33	7	10	11	12	40	9	9	7	6	31	18	
Non-Metallic Mineral Products																
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
133	158	168	150	609	140	165	172	149	626	143	150	164	143	600	19	
16	26	30	26	98	16	27	31	24	98	14	22	28	23	87	20	
10	9	8	9	36	10	9	8	9	36	10	10	8	8	36	21	
6	17	22	17	62	6	18	23	15	62	4	12	20	15	51	22	
5	7	9	7	28	5	8	10	8	31	3	6	9	7	25	23	
1	10	13	10	34	1	10	13	7	31	1	6	11	8	26	24	

Note: 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1956-60 - Continued

No.		Products of Petroleum and Coal									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Sales	538	549	599	644	2,330	417	404	432	439	1,692
2	Net Earnings	55	50	59	60	224	68	56	61	51	236
3	Less: Capital Cost Allowance	19	20	22	21	82	24	25	24	23	96
4	Profits Before Taxes	36	30	37	39	142	44	31	37	28	140
5	Less: Income Tax Liabilities	14	11	14	15	54	18	12	14	6	50
6	Profits After Taxes	22	19	23	24	88	26	19	23	22	90
		Chemical Products									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
7	Sales	276	320	296	302	1,194	285	329	326	312	1,252
8	Net Earnings	33	42	38	34	147	33	44	33	37	147
9	Less: Capital Cost Allowance	12	12	13	13	50	12	13	14	16	55
10	Profits Before Taxes	21	30	25	21	97	21	31	19	21	92
11	Less: Income Tax Liabilities	9	13	11	9	42	10	14	10	10	44
12	Profits After Taxes	12	17	14	12	55	11	17	9	11	48
		Other Manufacturing Industries*									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
13	Sales	212	222	219	229	882	232	245	249	242	968
14	Net Earnings	16	18	19	17	70	16	17	19	19	71
15	Less: Capital Cost Allowance	3	4	4	3	14	4	3	4	4	15
16	Profits Before Taxes	13	14	15	14	56	12	14	15	15	56
17	Less: Income Tax Liabilities	5	6	6	6	23	6	7	7	8	28
18	Profits After Taxes	8	8	9	8	33	6	7	8	7	28
		Total - Manufacturing									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
19	Sales	5,078	5,761	5,827	6,152	22,818	5,331	5,828	5,734	5,647	22,540
20	Net Earnings	514	647	604	618	2,383	537	626	554	549	2,266
21	Less: Capital Cost Allowance	166	185	185	201	737	197	203	194	203	797
22	Profits Before Taxes	348	462	419	417	1,646	340	423	360	346	1,469
23	Less: Income Tax Liabilities	153	204	186	184	727	160	194	164	153	671
24	Profits After Taxes	195	258	233	233	919	180	229	196	193	798

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1956-60 - Continued

Products of Petroleum and Coal																No.
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
377	385	408	449	1,619	422	393	429	470	1,714	419	394	428	469	1,710	1	
45	38	43	52	178	47	45	52	54	198	54	51	51	46	202	2	
26	26	26	22	100	30	30	30	18	108	29	29	28	23	109	3	
19	12	17	30	78	17	15	22	36	90	25	22	23	23	93	4	
9	7	10	2	28	9	7	12	7	35	11	10	10	9	40	5	
10	5	7	28	50	8	8	10	29	55	14	12	13	14	53	6	
Chemical Products																
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
300	345	335	326	1,306	322	377	360	338	1,397	346	389	366	349	1,450	7	
34	46	44	41	165	41	52	50	43	186	44	52	47	39	182	8	
17	18	18	19	72	17	17	18	21	73	18	20	17	19	74	9	
17	28	26	22	93	24	35	32	22	113	26	32	30	20	108	10	
8	13	12	10	43	11	17	15	11	54	12	15	14	11	52	11	
9	15	14	12	50	13	18	17	11	59	14	17	16	9	56	12	
Other Manufacturing Industries*																
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
243	259	268	277	1,047	268	289	302	295	1,154	278	285	309	301	1,173	13	
14	18	19	18	69	17	21	21	18	77	16	18	20	19	73	14	
4	5	5	5	19	4	6	5	6	21	4	7	6	7	24	15	
10	13	14	13	50	13	15	16	12	56	12	11	14	12	49	16	
5	6	6	6	23	6	7	7	6	26	6	6	7	6	25	17	
5	7	8	7	27	7	8	9	6	30	6	5	7	6	24	18	
Total - Manufacturing																
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
5,051	5,715	5,589	5,792	22,147	5,361	6,113	6,017	6,151	23,642	5,653	6,017	5,937	6,021	23,628	19	
464	569	545	597	2,175	515	669	617	634	2,435	545	623	566	547	2,281	20	
198	204	205	206	813	201	214	211	213	839	218	226	207	210	861	21	
266	365	340	391	1,362	314	455	406	421	1,596	327	397	359	337	1,420	22	
128	170	154	163	615	159	220	193	196	768	157	190	169	159	675	23	
138	195	186	228	747	155	235	213	225	828	170	207	190	178	745	24	

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1956-60 - Continued

No.	Transportation, Storage and Communication									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
1	491	619	674	667	2,451	612	728	748	702	2,790
2	109	143	165	143	560	113	157	164	136	570
3	71	80	85	84	320	84	95	97	94	370
4	38	63	80	59	240	29	62	67	42	200
5	17	28	35	26	106	20	29	28	17	94
6	21	35	45	33	134	9	33	39	25	106
	Public Utility Operation									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
7	98	85	81	96	360	116	94	86	107	403
8	38	31	28	33	130	43	34	30	36	143
9	18	17	17	18	70	20	20	20	22	82
10	20	14	11	15	60	23	14	10	14	61
11	9	6	5	6	26	11	6	5	7	29
12	11	8	6	9	34	12	8	5	7	32
	Wholesale Trade									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
13	2,250	2,662	2,693	2,703	10,308	2,474	2,826	2,837	2,734	10,871
14	72	97	104	98	371	78	98	101	72	349
15	16	17	20	23	76	20	20	23	24	87
16	56	80	84	75	295	58	78	78	48	262
17	24	35	37	33	129	28	36	36	24	124
18	32	45	47	42	166	30	42	42	24	138
	Retail Trade									
	1956					1957				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
19	1,632	2,243	2,116	2,103	8,094	1,939	2,288	2,117	2,100	8,444
20	40	84	77	85	286	53	77	73	86	289
21	16	18	19	20	73	17	18	19	26	80
22	24	66	58	65	213	36	59	54	60	209
23	10	28	25	28	91	20	24	22	28	94
24	14	38	33	37	122	16	35	32	32	115

Note: 1. Depletion charges have not been deducted from profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1956-60 - Continued

Transportation, Storage and Communication																No.
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
596	690	689	723	2,698	659	751	756	765	2,931	688	766	763	762	2,979	1	
104	124	135	142	505	113	144	158	152	567	126	146	154	144	570	2	
82	82	73	89	326	77	86	89	105	357	83	92	92	99	366	3	
22	42	62	53	179	36	58	69	47	210	43	54	62	45	204	4	
15	21	27	18	81	21	27	30	25	103	21	26	30	21	98	5	
7	21	35	35	98	15	31	39	22	107	22	28	32	24	106	6	
Public Utility Operation																
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
123	104	96	121	444	148	118	108	138	512	163	130	116	148	557	7	
40	31	30	38	139	47	35	34	42	158	51	41	33	43	168	8	
21	18	21	23	83	23	20	24	24	91	24	23	23	23	93	9	
19	13	9	15	56	24	15	10	18	67	27	18	10	20	75	10	
8	6	5	6	25	11	7	6	10	34	12	8	5	9	34	11	
11	7	4	9	31	13	8	4	8	33	15	10	5	11	41	12	
Wholesale Trade																
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
2,335	2,728	2,778	2,814	10,655	2,462	3,002	3,046	2,970	11,480	2,626	2,921	3,015	2,973	11,535	13	
58	80	90	93	321	67	91	102	96	356	64	75	80	93	312	14	
20	20	20	30	90	20	20	22	30	92	21	22	23	29	95	15	
38	60	70	63	231	47	71	80	66	264	43	53	57	64	217	16	
21	27	29	27	104	23	31	32	28	114	20	25	26	28	99	17	
17	33	41	36	127	24	40	48	38	150	23	28	31	36	118	18	
Retail Trade																
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
1,958	2,314	2,210	2,342	8,824	2,147	2,493	2,401	2,410	9,451	2,135	2,446	2,344	2,499	9,424	19	
58	79	77	100	314	65	93	75	101	334	56	80	65	96	297	20	
20	20	22	26	88	21	22	23	28	94	23	23	25	26	97	21	
38	59	55	74	226	44	71	52	73	240	33	57	40	70	200	22	
18	24	22	33	97	20	29	23	34	106	16	26	19	31	92	23	
20	35	33	41	129	24	42	29	39	134	17	31	21	39	108	24	

Note: 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1956-60 - Concluded

No.		Finance, Insurance and Real Estate*									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Net Earnings	93	104	107	86	390	100	105	95	95	395
2	Less: Capital Cost Allowance	17	17	18	20	72	21	24	24	25	94
3	Profits Before Taxes	76	87	89	66	318	79	81	71	70	301
4	Less: Income Tax Liabilities	31	35	36	27	129	32	34	28	24	118
5	Profits After Taxes	45	52	53	39	189	47	47	43	46	183
		Service									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
6	Net Earnings	26	35	34	28	123	30	39	41	30	140
7	Less: Capital Cost Allowance	13	14	13	14	54	14	15	17	17	63
8	Profits Before Taxes	13	21	21	14	69	16	24	24	13	77
9	Less: Income Tax Liabilities	5	8	8	5	26	7	8	8	5	28
10	Profits After Taxes	8	13	13	9	43	9	16	16	8	49
		Other Non-Manufacturing**									
		1956					1957				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
11	Net Earnings	31	59	77	57	224	36	75	95	63	269
12	Less: Capital Cost Allowance	14	27	35	26	102	15	32	40	27	114
13	Profits Before Taxes	17	32	42	31	122	21	43	55	36	155
14	Less: Income Tax Liabilities	7	13	17	13	50	9	19	25	15	68
15	Profits After Taxes	10	19	25	18	72	12	24	30	21	87

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1956-60 - Concluded

Finance, Insurance and Real Estate*																No.
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
137	137	128	132	534	140	139	129	142	550	153	158	156	144	611	1	
26	27	26	30	109	27	26	27	33	113	29	29	31	35	124	2	
111	110	102	102	425	113	113	102	109	437	124	129	125	109	487	3	
41	42	44	39	166	43	48	42	41	174	52	56	53	49	210	4	
70	68	58	63	259	70	65	60	68	263	72	73	72	60	277	5	
Service																
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
30	37	36	35	138	29	40	36	38	143	30	36	34	32	132	6	
15	16	16	19	66	15	17	16	19	67	16	17	16	19	68	7	
15	21	20	16	72	14	23	20	19	76	14	19	18	13	64	8	
6	7	7	7	27	7	9	8	8	32	6	7	8	7	28	9	
9	14	13	9	45	7	14	12	11	44	8	12	10	6	36	10	
Other Non-Manufacturing**																
1958					1959					1960						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
46	97	116	74	333	43	93	110	70	316	38	85	104	66	293	11	
18	38	45	29	130	16	35	41	26	118	14	32	41	25	112	12	
28	59	71	45	203	27	58	69	44	198	24	53	63	41	181	13	
11	21	46	14	92	12	25	34	20	91	11	24	30	18	83	14	
17	38	25	31	111	15	33	35	24	107	13	29	33	23	98	15	

* The Finance, Insurance and Real Estate group includes a Balance of Payments adjustment.

** Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100 - 119
	Fuels	120 - 129
	Non-Metal Mining	130 - 149
	Quarrying, Clay and Sand Pits	150 - 169
	Prospecting	170 - 199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200 - 229
Rubber Products	Rubber Products	236 - 239
Textile Products	Textile Products (except Clothing)	250 - 269
	Clothing (Textile and Fur)	270 - 279
Wood Products	Wood Products	280 - 289
Paper Products	Paper Products	290 - 299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300 - 309
Iron and Steel Products	Iron and Steel Products	310 - 329
	Transportation Equipment	330 - 339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340 - 349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350 - 359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360 - 369
Products of Petroleum and Coal	Products of Petroleum and Coal	370 - 379
Chemical Products	Chemical Products	380 - 389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390 - 399
	Tobacco and Tobacco Products	230 - 235
	Leather Products	240 - 249
Transportation, Storage and Communication	Transportation	500 - 519
	Storage	520 - 539
	Communication	540 - 599
Public Utility Operation ¹	Public Utility Operation ¹	600 - 699
Wholesale Trade	Trade: Wholesale Trade	700 - 729
Retail Trade	Trade: Retail Trade	730 - 799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800 - 899
Service	Community or Public Service	900 - 909
	Recreation Service	920 - 929
	Business Service	930 - 939
	Personal Service	940 - 949
Other Non-Manufacturing	Agriculture	000 - 079
	Forestry	080 - 089
	Fishing and Trapping	090 - 099
	Construction	400 - 499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CORPORATION PROFITS

FIRST QUARTER, 1961



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CORPORATION PROFITS

FIRST QUARTER, 1961

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from

the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are based on figures supplied by reporting companies.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1959-61

	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Mining, Quarrying and Oil Wells	69	73	77	94	313	92	91	88	81	352	78
Manufacturing:											
Foods and Beverages	64	64	62	67	257	57	58	66	66	247	63
Rubber Products	8	7	6	5	26	4	4	4	5	17	6
Textile Products	16	17	16	14	63	13	13	10	12	48	15
Wood Products	16	20	12	18	66	17	13	15	11	56	12
Paper Products	55	58	55	59	227	61	58	62	58	239	60
Printing, Publishing and Allied Industries	13	14	14	13	54	13	12	13	11	49	13
Iron and Steel Products	111	117	140	113	481	111	91	95	71	368	60
Non-Ferrous Metal Products	6	5	5	7	23	7	6	9	9	31	7
Electrical Apparatus and Supplies	15	20	23	20	78	20	18	15	11	64	10
Non-Metallic Mineral Products	16	16	16	14	62	12	11	14	14	51	7
Products of Petroleum and Coal	18	19	25	28	90	27	26	23	17	93	21
Chemical Products	27	29	31	26	113	28	27	28	25	108	23
Other Manufacturing Industries ¹	14	15	15	12	56	13	11	13	12	49	11
Total	379	401	420	396	1,596	383	348	367	322	1,420	308
Transportation, Storage and Communication	54	55	52	49	210	57	52	47	48	204	43
Public Utility Operation	16	16	17	18	67	18	18	19	20	75	20
Wholesale Trade	64	67	67	66	264	57	50	47	63	217	41
Retail Trade	61	62	58	59	240	47	50	47	56	200	35
Finance, Insurance and Real Estate	108	101	107	121	437	119	115	128	125	487	123
Service	17	20	18	21	76	17	17	17	13	64	13
Other Non-Manufacturing ²	50	50	49	49	198	46	45	44	46	181	42
Total All Industries	818	845	865	873	3,401	836	786	804	774	3,200	703

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

CORPORATION PROFITS - FIRST QUARTER, 1961

Seasonally adjusted corporation profits before taxes declined approximately 9 per cent from the fourth quarter of 1960 to the first quarter of 1961.

Profits in the Manufacturing sector decreased by about 4 per cent, from \$322 million in the fourth quarter of 1960 to \$308 million in the first quarter of 1961. Within the sector the most marked decline occurred in the Iron and Steel group where profits dropped by 15 per cent from \$71 million to \$60 million. Foods and Beverages, Non-Ferrous Metals, Electrical Apparatus and Supplies, Non-Metallic Minerals, Chemicals and the Other Manufacturing group all reflected the decline in profits from the fourth quarter of 1960 to the first quarter of 1961. Partly offsetting the decline occurring in the fore-mentioned industries were increases in the Rubber Products, Textile Products, Wood Products, Paper Products, Printing and Publishing and the Petroleum and Coal Products industry groups.

In the Non-Manufacturing sector seasonally adjusted corporation profits before taxes declined by about 13 per cent, from \$452 million in the fourth quarter of 1960 to \$395 million in the first quarter of 1961. With the exception of two industry groups, Public Utility Operation and Service, where profits remained unchanged, all groups within this sector reflected the decline in profits with very noticeable declines occurring in both Wholesale and Retail Trade.

A comparison of the first quarter of 1960 and 1961 indicates that total profits before taxes, seasonally adjusted, declined by about 16 per cent, from \$836 million to \$703 million.

Profits in the Manufacturing industries decreased approximately 20 per cent, from \$383 million in the first quarter of 1960 to the \$308 million, previously mentioned, in the first quarter of 1961. This decrease

is most noticeable in the Iron and Steel group with a drop of \$51 million, or 46 per cent. Declines also occurred in the Wood Products, Paper Products, Electrical Apparatus, Non-Metallic Minerals, Petroleum and Coal, Chemical Products and Other Manufacturing groups. Small gains were recorded in the Foods and Beverages, Rubber Products and the Textile Products groups while two groups, Printing and Publishing and Non-Ferrous Metals, remained unchanged.

The Non-Manufacturing sector shows a drop in profits of about 13 per cent, from \$453 million in the first quarter of 1960 to \$395 million in the first quarter of 1961, with a quite marked decline again occurring in the Wholesale and Retail Trade groups. The Public Utility and Finance groups recorded minor gains in profits before taxes but, otherwise, all industry groups within the sector reflected the decline that occurred in the sector as a whole.

Notes on Seasonally Adjusted Corporate Profits Data

Estimates of seasonally adjusted corporate profits before taxes in industry detail are presented in this publication in order to facilitate the interpretation of underlying trends in the data. The profits of most Canadian industries show clearly defined seasonal patterns due to the influence of variety of climatic and institutional factors such as the freezing of the Seaway during the winter months or the heavy consumer buying associated with the Christmas season. In dealing with time series in which such seasonal fluctuations occur, it is usually difficult to detect the basic underlying movements of the data since these are often obscured by the regular, repetitive seasonal pattern. Although the process of seasonal adjustment designed to "eliminate" such patterns can be carried out in approximate terms only, the resulting seasonally adjusted data do provide an important aid in the analysis of time series. By eliminating the seasonal movements, the underlying trend-cycle can be brought into sharper focus and studied in isolation.

The process of seasonal adjustment used in this table is essentially similar to that used in many other seasonally adjusted data published by D.B.S. Briefly the process is as follows: run a four quarter centered moving average through each series to be adjusted; on a chart plot the deviations of the original observations from the moving average for each of the first, second, third and fourth quarters; fit a curve to these deviations and from this read off the average deviations (seasonal factors) for each of the first, second, third and fourth quarters. The seasonally adjusted data are derived by dividing the original observations by the average seasonal factors determined as above. A fuller description of the problems and methods of seasonal adjustment is contained in *Seasonally Adjusted Economic Indicators, 1947-1955 (An Outline of Problems and Methods)* published as No. 77 in the Reference Paper series of the Dominion Bureau of Statistics.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1959-61

	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Mining, Quarrying and Oil Wells	69	75	79	90	313	89	95	89	79	352	76
Manufacturing:											
Foods and Beverages	44	65	75	73	257	38	60	79	70	249	42
Rubber Products	4	9	8	5	26	2	5	5	5	17	3
Textile Products	16	16	16	15	63	13	12	10	13	48	15
Wood Products	11	24	14	17	66	12	16	17	11	56	7
Paper Products	44	64	53	66	227	50	66	59	64	239	48
Printing, Publishing and Allied Industries	11	18	11	14	54	11	16	10	12	49	11
Iron and Steel Products	106	151	109	115	481	109	121	68	70	368	57
Non-Ferrous Metal Products	5	6	6	6	23	6	7	10	8	31	6
Electrical Apparatus and Supplies	13	19	21	25	78	19	17	14	14	64	8
Non-Metallic Mineral Products	6	18	23	15	62	4	12	20	15	51	2
Products of Petroleum and Coal	17	15	22	36	90	25	22	23	23	93	19
Chemical Products	24	35	32	22	113	26	32	30	20	108	21
Other Manufacturing Industries ¹	13	15	16	12	56	12	11	14	12	49	11
Total	314	455	406	421	1,596	327	397	359	337	1,420	250
Transportation, Storage and Communication	36	58	69	47	210	43	54	62	45	204	32
Public Utility Operation	24	15	10	18	67	27	18	10	20	75	29
Wholesale Trade	47	71	80	66	264	43	53	57	64	217	29
Retail Trade	44	71	52	73	240	33	57	40	70	200	24
Finance, Insurance and Real Estate	113	113	102	109	437	124	129	125	109	487	127
Service	14	23	20	19	76	14	19	18	13	64	10
Other Non-Manufacturing ²	27	58	69	44	198	24	53	63	41	181	22
Total All Industries	688	939	887	887	3,401	724	875	823	778	3,200	599

See footnotes below.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1959-61

	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Mining, Quarrying and Oil Wells	44	46	48	56	194	56	61	56	49	222	47
Manufacturing:											
Foods and Beverages	21	35	39	36	131	20	31	42	36	129	21
Rubber Products	2	4	4	3	13	1	3	3	3	10	2
Textile Products	10	8	8	7	33	8	6	5	8	27	9
Wood Products	4	13	10	8	35	5	8	10	6	29	2
Paper Products	23	33	26	33	115	25	33	29	33	120	24
Printing, Publishing and Allied Industries	6	9	6	7	28	6	9	5	6	26	6
Iron and Steel Products	51	76	57	62	246	58	64	37	38	197	30
Non-Ferrous Metal Products	2	3	3	4	12	3	4	5	5	17	3
Electrical Apparatus and Supplies	7	10	11	12	40	9	9	7	6	31	3
Non-Metallic Mineral Products	1	10	13	7	31	1	6	11	8	26	-
Products of Petroleum and Coal	8	8	10	29	55	14	12	13	14	53	9
Chemical Products	13	18	17	11	59	14	17	16	9	56	11
Other Manufacturing Industries ¹	7	8	9	6	30	6	5	7	6	24	5
Total	155	235	213	225	828	170	207	190	178	745	125
Transportation, Storage and Communication	15	31	39	22	107	22	28	32	24	106	13
Public Utility Operation	13	8	4	8	33	15	10	5	11	41	16
Wholesale Trade	24	40	48	38	150	23	28	31	36	118	12
Retail Trade	24	42	29	39	134	17	31	21	39	108	10
Finance, Insurance and Real Estate	70	65	60	68	263	72	73	72	60	277	72
Service	7	14	12	11	44	8	12	10	6	36	5
Other Non-Manufacturing ²	15	33	35	24	107	13	29	33	23	98	12
Total All Industries	367	514	488	491	1,860	396	479	450	426	1,751	312

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1959-61

	1959					1960					1961
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q
millions of dollars											
Net Earnings	1,128	1,434	1,400	1,421	5,383	1,196	1,390	1,339	1,299	5,224	1,063
Less: Capital Cost Allowance	440	495	513	534	1,982	472	515	516	521	2,024	464
Profits Before Taxes	688	939	887	887	3,401	724	875	823	778	3,200	599
Less: Income Tax Liabilities	321	425	399	396	1,541	328	396	373	352	1,449	287
Profits After Taxes	367	514	488	491	1,860	396	479	450	426	1,751	312

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-61

	Mining, Quarrying and Oil Wells										
	1959					1960					1961
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q
millions of dollars											
Sales	471	556	566	586	2,179	530	584	589	557	2,260	496
Net Earnings	109	130	139	146	524	133	146	147	134	560	116
Less: Capital Cost Allowance	40	55	60	56	211	44	51	58	55	208	40
Profits Before Taxes	69	75	79	90	313	89	95	89	79	352	76
Less: Income Tax Liabilities	25	29	31	34	119	33	34	33	30	130	29
Profits After Taxes	44	46	48	56	194	56	61	56	49	222	47
Depletion Charged	10	9	10	8	37	11	10	10	10	41	10
Foods and Beverages											
	1959					1960					1961
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q
millions of dollars											
Sales	941	1,076	1,141	1,142	4,300	955	1,056	1,147	1,130	4,288	969
Net Earnings	64	85	97	96	342	59	81	101	95	336	65
Less: Capital Cost Allowance	20	20	22	23	85	21	21	22	25	89	23
Profits Before Taxes	44	65	75	73	257	38	60	79	70	247	42
Less: Income Tax Liabilities	23	30	36	37	126	18	29	37	34	118	21
Profits After Taxes	21	35	39	36	131	20	31	42	36	129	21
Rubber Products											
	1959					1960					1961
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q
millions of dollars											
Sales	84	110	102	98	394	88	103	100	96	387	85
Net Earnings	7	12	11	8	38	5	8	8	8	29	6
Less: Capital Cost Allowance	3	3	3	3	12	3	3	3	3	12	3
Profits Before Taxes	4	9	8	5	26	2	5	5	5	17	3
Less: Income Tax Liabilities	2	5	4	2	13	1	2	2	2	7	1
Profits After Taxes	2	4	4	3	13	1	3	3	3	10	2

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-61 - Continued

	Textile Products										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	381	397	411	409	1,598	388	392	402	419	1,601	389
Net Earnings	23	24	23	22	92	20	19	17	20	76	21
Less: Capital Cost Allowance	7	8	7	7	29	7	7	7	7	28	6
Profits Before Taxes	16	16	16	15	63	13	12	10	13	43	15
Less: Income Tax Liabilities	6	8	8	8	30	5	6	5	5	21	6
Profits After Taxes	10	8	8	7	33	8	6	5	8	27	9
	Wood Products										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	341	439	393	411	1,584	355	403	422	373	1,553	330
Net Earnings	23	36	26	29	114	25	30	30	21	106	18
Less: Capital Cost Allowance	12	12	12	12	48	13	14	13	10	50	11
Profits Before Taxes	11	24	14	17	66	12	16	17	11	56	7
Less: Income Tax Liabilities	7	11	4	9	31	7	8	7	5	27	5
Profits After Taxes	4	13	10	8	35	5	8	10	6	29	2
Depletion Charged	1	2	1	2	6	2	2	1	2	7	1
	Paper Products										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	446	521	526	527	2,020	497	533	546	531	2,107	496
Net Earnings	72	93	83	98	346	79	96	89	96	360	77
Less: Capital Cost Allowance	28	29	30	32	119	29	30	30	32	121	29
Profits Before Taxes	44	64	53	66	227	50	66	59	64	239	48
Less: Income Tax Liabilities	21	31	27	33	112	25	33	30	31	119	24
Profits After Taxes	23	33	26	33	115	25	33	29	33	120	24
Depletion Charged	1	1	1	1	4	1	1	1	1	4	1
	Printing, Publishing and Allied Industries										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	172	187	176	203	738	180	191	181	204	756	184
Net Earnings	16	24	17	20	77	16	22	15	18	71	16
Less: Capital Cost Allowance	5	6	6	6	23	5	6	5	6	22	5
Profits Before Taxes	11	18	11	14	54	11	16	10	12	49	11
Less: Income Tax Liabilities	5	9	5	7	26	5	7	5	6	23	5
Profits After Taxes	6	9	6	7	28	6	9	5	6	26	6

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-61 - Continued

	Iron and Steel Products										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	1,378	1,629	1,486	1,546	6,039	1,484	1,584	1,347	1,450	5,865	1,251
Net Earnings	153	201	159	166	679	163	171	116	123	573	109
Less: Capital Cost Allowance	47	50	50	51	198	54	50	48	53	205	52
Profits Before Taxes	106	151	109	115	481	109	121	68	70	368	57
Less: Income Tax Liabilities	55	75	52	53	235	51	57	31	32	171	27
Profits After Taxes	51	76	57	62	246	58	64	37	38	197	30
	Non-Ferrous Metal Products										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	176	202	190	214	782	204	213	198	210	825	193
Net Earnings	16	23	19	24	82	23	29	23	18	93	18
Less: Capital Cost Allowance	11	17	13	18	59	17	22	13	10	62	12
Profits Before Taxes	5	6	6	6	23	6	7	10	8	31	6
Less: Income Tax Liabilities	3	3	3	2	11	3	3	5	3	14	3
Profits After Taxes	2	3	3	4	12	3	4	5	5	17	3
	Electrical Apparatus and Supplies										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	290	328	329	349	1,296	316	324	327	346	1,313	316
Net Earnings	20	26	28	32	106	27	24	21	21	93	16
Less: Capital Cost Allowance	7	7	7	7	28	8	7	7	7	29	8
Profits Before Taxes	13	19	21	25	78	19	17	14	14	64	8
Less: Income Tax Liabilities	6	9	10	13	38	10	8	7	8	33	5
Profits After Taxes	7	10	11	12	40	9	9	7	6	31	3
	Non-Metallic Mineral Products										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	140	165	172	149	626	143	150	164	143	600	135
Net Earnings	16	27	31	24	98	14	22	28	23	87	11
Less: Capital Cost Allowance	10	9	8	9	36	10	10	8	8	36	9
Profits Before Taxes	6	18	23	15	62	4	12	20	15	51	2
Less: Income Tax Liabilities	5	8	10	8	31	3	6	9	7	25	2
Profits After Taxes	1	10	13	7	31	1	6	11	8	26	-

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-61 - Continued

	Products of Petroleum and Coal										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	422	393	429	470	1,714	419	394	428	469	1,710	420
Net Earnings	47	45	52	54	198	54	51	51	46	202	47
Less: Capital Cost Allowance	30	30	30	18	108	29	29	28	23	109	28
Profits Before Taxes	17	15	22	36	90	25	22	23	23	93	19
Less: Income Tax Liabilities	9	7	12	7	35	11	10	10	9	40	10
Profits After Taxes	8	8	10	29	55	14	12	13	14	53	9
	Chemical Products										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	322	377	360	338	1,397	346	389	366	349	1,450	357
Net Earnings	41	52	50	43	186	44	52	47	39	182	39
Less: Capital Cost Allowance	17	17	18	21	73	18	20	17	19	74	18
Profits Before Taxes	24	35	32	22	113	26	32	30	20	108	21
Less: Income Tax Liabilities	11	17	15	11	54	12	15	14	11	52	10
Profits After Taxes	13	18	17	11	59	14	17	16	9	56	11
	Other Manufacturing Industries*										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	268	289	302	295	1,154	278	285	309	301	1,173	304
Net Earnings	17	21	21	18	77	16	18	20	19	73	15
Less: Capital Cost Allowance	4	6	5	6	21	4	7	6	7	24	4
Profits Before Taxes	13	15	16	12	56	12	11	14	12	49	11
Less: Income Tax Liabilities	6	7	7	6	26	6	6	7	6	25	6
Profits After Taxes	7	8	9	6	30	6	5	7	6	24	5
	Total - Manufacturing										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	5,361	6,113	6,017	6,151	23,642	5,653	6,017	5,937	6,021	23,628	5,429
Net Earnings	515	669	617	634	2,435	545	623	566	547	2,281	458
Less: Capital Cost Allowance	201	214	211	213	839	218	226	207	210	861	208
Profits Before Taxes	314	455	406	421	1,596	327	397	359	337	1,420	250
Less: Income Tax Liabilities	159	220	193	196	768	157	190	169	159	675	125
Profits After Taxes	155	235	213	225	828	170	207	190	178	745	125

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-61 - Continued

	Transportation, Storage and Communication										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	659	751	756	765	2,931	688	766	763	762	2,979	674
Net Earnings	113	144	158	152	567	126	146	154	144	570	118
Less: Capital Cost Allowance	77	86	89	105	357	83	92	92	99	366	86
Profits Before Taxes	36	58	69	47	210	43	54	62	45	204	32
Less: Income Tax Liabilities	21	27	30	25	103	21	26	30	21	98	19
Profits After Taxes	15	31	39	22	107	22	28	32	24	106	13
	Public Utility Operation										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	148	118	108	138	512	163	130	116	148	557	176
Net Earnings	47	35	34	42	158	51	41	33	43	168	54
Less: Capital Cost Allowance	23	20	24	24	91	24	23	23	23	93	25
Profits Before Taxes	24	15	10	18	67	27	18	10	20	75	29
Less: Income Tax Liabilities	11	7	6	10	34	12	8	5	9	34	13
Profits After Taxes	13	8	4	8	33	15	10	5	11	41	16
	Wholesale Trade										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	2,462	3,002	3,046	2,970	11,480	2,626	2,921	3,015	2,973	11,535	2,597
Net Earnings	67	91	102	96	356	64	75	80	93	312	51
Less: Capital Cost Allowance	20	20	22	30	92	21	22	23	29	95	22
Profits Before Taxes	47	71	80	66	264	43	53	57	64	217	29
Less: Income Tax Liabilities	23	31	32	28	114	20	25	26	28	99	17
Profits After Taxes	24	40	48	38	150	23	28	31	36	118	12
	Retail Trade										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	2,147	2,493	2,401	2,410	9,451	2,135	2,446	2,344	2,499	9,424	2,121
Net Earnings	65	93	75	101	334	56	80	65	96	297	48
Less: Capital Cost Allowance	21	22	23	28	94	23	23	25	26	97	24
Profits Before Taxes	44	71	52	73	240	33	57	40	70	200	24
Less: Income Tax Liabilities	20	29	23	34	106	16	26	19	31	92	14
Profits After Taxes	24	42	29	39	134	17	31	21	39	108	10

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1959-61 - Concluded

	Finance, Insurance and Real Estate*										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	140	139	129	142	550	153	158	156	144	611	158
Less: Capital Cost Allowance	27	26	27	33	113	29	29	31	35	124	31
Profits Before Taxes	113	113	102	109	437	124	129	125	109	487	127
Less: Income Tax Liabilities	43	48	42	41	174	52	56	53	49	210	55
Profits After Taxes.....	70	65	60	68	263	72	73	72	60	277	72
	Service										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	29	40	36	38	143	30	36	34	32	132	25
Less: Capital Cost Allowance	15	17	16	19	67	16	17	16	19	68	15
Profits Before Taxes	14	23	20	19	76	14	19	18	13	64	10
Less: Income Tax Liabilities	7	9	8	8	32	6	7	8	7	28	5
Profits After Taxes.....	7	14	12	11	44	8	12	10	6	36	5
	Other Non-Manufacturing**										
	1959					1960					1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	43	93	110	70	316	38	85	104	66	293	35
Less: Capital Cost Allowance	16	35	41	26	118	14	32	41	25	112	13
Profits Before Taxes	27	58	69	44	198	24	53	63	41	181	22
Less: Income Tax Liabilities	12	25	34	20	91	11	24	30	18	83	10
Profits After Taxes.....	15	33	35	24	107	13	29	33	23	98	12

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* The Finance, Insurance and Real Estate group includes a Balance of Payments adjustment.
 ** Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100 - 119
	Fuels	120 - 129
	Non-Metal Mining	130 - 149
	Quarrying, Clay and Sand Pits	150 - 169
	Prospecting	170 - 199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200 - 229
Rubber Products	Rubber Products	236 - 239
Textile Products	Textile Products (except Clothing)	250 - 269
	Clothing (Textile and Fur)	270 - 279
Wood Products	Wood Products	280 - 289
Paper Products	Paper Products	290 - 299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300 - 309
Iron and Steel Products	Iron and Steel Products	310 - 329
	Transportation Equipment	330 - 339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340 - 349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350 - 359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360 - 369
Products of Petroleum and Coal	Products of Petroleum and Coal	370 - 379
Chemical Products	Chemical Products	380 - 389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390 - 399
	Tobacco and Tobacco Products	230 - 235
	Leather Products	240 - 249
Transportation, Storage and Communication	Transportation	500 - 519
	Storage	520 - 539
	Communication	540 - 599
Public Utility Operation ¹	Public Utility Operation ¹	600 - 699
Wholesale Trade	Trade: Wholesale Trade	700 - 729
Retail Trade	Trade: Retail Trade	730 - 799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800 - 899
Service	Community or Public Service	900 - 909
	Recreation Service	920 - 929
	Business Service	930 - 939
	Personal Service	940 - 949
Other Non-Manufacturing	Agriculture	000 - 079
	Forestry	080 - 089
	Fishing and Trapping	090 - 099
	Construction	400 - 499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CORPORATION PROFITS

SECOND QUARTER, 1961

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CORPORATION PROFITS

SECOND QUARTER, 1961

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from

the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net earnings as used in this report are the total earnings, exclusive of **Canadian** dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are based on figures supplied by reporting companies.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1960-61

	1960					1961	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q
	millions of dollars						
Mining, Quarrying and Oil Wells	92	91	88	81	352	78	100
Manufacturing:							
Foods and Beverages	57	58	66	66	247	63	59
Rubber Products	4	4	4	5	17	6	6
Textile Products	13	13	10	12	48	15	13
Wood Products	17	13	15	11	56	12	15
Paper Products	61	58	62	58	239	60	64
Printing, Publishing and Allied Industries	13	12	13	11	49	13	13
Iron and Steel Products	111	91	95	71	368	60	92
Non-Ferrous Metal Products	7	6	9	9	31	7	10
Electrical Apparatus and Supplies	20	18	15	11	64	10	11
Non-Metallic Mineral Products	12	11	14	14	51	7	14
Products of Petroleum and Coal	27	26	23	17	93	21	24
Chemical Products	28	27	28	25	108	23	28
Other Manufacturing Industries ¹	13	11	13	12	49	11	11
Totals	383	348	367	322	1,420	308	360
Transportation, Storage and Communication	57	52	47	48	204	43	49
Public Utility Operation	18	18	19	20	75	20	20
Wholesale Trade	57	50	47	63	217	41	50
Retail Trade	47	50	47	56	200	35	44
Finance, Insurance and Real Estate	119	115	128	125	487	123	120
Service	17	17	17	13	64	13	17
Other Non-Manufacturing ²	46	45	44	46	181	42	44
Total All Industries	836	786	804	774	3,200	703	804

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

CORPORATION PROFITS—SECOND QUARTER, 1961

Corporation profits before taxes, seasonally adjusted, increased approximately 14 per cent from the first quarter to the second quarter of 1961.

In the Manufacturing sector profits before taxes increased 17 per cent, from \$308 million in the first quarter to \$360 million in the second quarter. Of the thirteen industry groups within the sector eight of them reflected this increase with the most marked rise occurring in the Iron and Steel group which increased from \$60 million to \$92 million. The other groups in which profits before taxes showed an increase were Wood Products, Paper Products, Non-Ferrous Metal Products, Electrical Apparatus and Supplies, Non-Metallic Mineral Products, Products of Petroleum and Coal and Chemical Products. Three groups—Rubber Products, Printing, Publishing and Allied Industries and Other Manufacturing Industries—remained

unchanged from the first quarter to the second quarter while only two groups—Foods and Beverages and Textile Products—showed a decline in profits before taxes.

Seasonally adjusted profits before taxes in the Non-Manufacturing sector rose by about 12 per cent from \$395 million in the first quarter to \$444 million in the second quarter. With two exceptions—Public Utility Operation which showed no change and Finance, Insurance and Real Estate which declined slightly, from \$123 million to \$120 million, this increase in profits before taxes from the first to the second quarter occurred throughout the sector with the most sizeable increase taking place in the Mining, Quarrying and Oil Wells group which rose from \$78 million to \$100 million, an increase of approximately 13 per cent.

Comparing the second quarter of 1961 with the second quarter of 1960 an increase in profits before taxes, seasonally adjusted, of about 2 per cent is noted. Profits rose from \$786 million to \$804 million. This overall increase occurs in both the Manufacturing and the Non-Manufacturing sectors.

In the Manufacturing sector the increase amounted to about 3 per cent, from \$348 million in the second quarter of 1960 to \$360 million in the second quarter of 1961. Nine of the thirteen industry groups reflect this rise in profits, two remain unchanged and two show a decline. The most sizeable increase occurred in the Paper Products group which rose by about 10 per cent, from \$58 million to \$64 million.

Profits before taxes in the Non-Manufacturing sector did increase but only by about one per cent, from \$438 million in the second quarter of 1960 to \$444 million in the second quarter of 1961. The Mining, Quarrying and Oil Wells group increased \$9 million from \$91 million to \$100 million, the Finance, Insurance and Real Estate group increased \$5 million, from \$115 million to \$120 million and the Public Utility Operation group increased \$2 million, from \$18 million to \$20 million. No change occurred in the Wholesale Trade and the Service groups while the Transportation, Storage and Communication, the Retail Trade and the Other Non-Manufacturing groups showed a decrease in profits before taxes from the second quarter of 1960 to the second quarter of 1961.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1960-61

	1960					1961		6 mos. 1961	6 mos. 1960	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Mining, Quarrying and Oil Wells	89	95	89	79	352	76	108	184	184	
Manufacturing:										
Foods and Beverages	38	60	79	70	249	42	60	102	98	
Rubber Products	2	5	5	5	17	3	7	10	7	
Textile Products	13	12	10	13	48	15	13	28	25	
Wood Products	12	16	17	11	56	7	19	26	28	
Paper Products	50	66	59	64	239	48	73	121	116	
Printing, Publishing and Allied Industries	11	16	10	12	49	11	17	28	27	
Iron and Steel Products	109	121	68	70	368	57	120	177	230	
Non-Ferrous Metal Products	6	7	10	8	31	6	10	16	13	
Electrical Apparatus and Supplies	19	17	14	14	64	8	11	19	36	
Non-Metallic Mineral Products	4	12	20	15	51	2	16	18	16	
Products of Petroleum and Coal	25	22	23	23	93	19	21	40	47	
Chemical Products	26	32	30	20	108	21	34	55	58	
Other Manufacturing Industries ¹	12	11	14	12	49	11	11	22	23	
Totals	327	397	359	337	1,420	250	412	662	724	
Transportation, Storage and Communication	43	54	62	45	204	32	54	86	97	
Public Utility Operation	27	18	10	20	75	29	19	48	45	
Wholesale Trade	43	53	57	64	217	29	53	82	96	
Retail Trade	33	57	40	70	200	24	51	75	90	
Finance, Insurance and Real Estate	124	129	125	109	487	127	133	260	253	
Service	14	19	18	13	64	10	19	29	33	
Other Non-Manufacturing ²	24	53	63	41	181	22	52	74	77	
Total All Industries	724	875	823	778	3,200	599	901	1,500	1,599	

See footnotes below.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1960-61

	1960					1961		6 mos. 1961	6 mos. 1960	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Mining, Quarrying and Oil Wells	56	61	56	49	222	47	68	115	117	
Manufacturing:										
Foods and Beverages	20	31	42	36	129	21	31	52	51	
Rubber Products	1	3	3	3	10	2	4	6	4	
Textile Products	8	6	5	8	27	9	8	17	14	
Wood Products	5	8	10	6	29	2	11	13	13	
Paper Products	25	33	29	33	120	24	37	61	58	
Printing, Publishing and Allied Industries	6	9	5	6	26	6	10	16	15	
Iron and Steel Products	58	64	37	38	197	30	71	101	122	
Non-Ferrous Metal Products	3	4	5	5	17	3	5	8	7	
Electrical Apparatus and Supplies	9	9	7	6	31	3	6	9	18	
Non-Metallic Mineral Products	1	6	11	8	26	—	10	10	7	
Products of Petroleum and Coal	14	12	13	14	53	9	12	21	26	
Chemical Products	14	17	16	9	56	11	19	30	31	
Other Manufacturing Industries ¹	6	5	7	6	24	5	5	10	11	
Totals	170	207	190	178	745	125	229	354	377	
Transportation, Storage and Communication	22	28	32	24	106	13	27	40	50	
Public Utility Operation	15	10	5	11	41	16	10	26	25	
Wholesale Trade	23	28	31	36	118	12	28	40	51	
Retail Trade	17	31	21	39	108	10	26	36	48	
Finance, Insurance and Real Estate	72	73	72	60	277	72	76	148	145	
Service	8	12	10	6	36	5	12	17	20	
Other Non-Manufacturing ²	13	29	33	23	98	12	28	40	42	
Total All Industries	396	479	450	426	1,751	312	504	816	875	

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1960-61

	1960					1961		6 mos. 1961	6 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Net Earnings	1,196	1,390	1,339	1,299	5,224	1,063	1,406	2,469	2,586
Less: Capital Cost Allowance	472	515	516	521	2,024	464	505	969	987
Profits Before Taxes	724	875	823	778	3,200	599	901	1,500	1,599
Less: Income Tax Liabilities	328	396	373	352	1,449	287	397	684	724
Profits After Taxes	396	479	450	426	1,751	312	504	816	875

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-61

	Mining, Quarrying and Oil Wells								
	1960					1961		6 mos. 1961	6 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	530	584	589	557	2,260	496	583	1,079	1,114
Net Earnings	133	146	147	134	560	116	156	272	279
Less: Capital Cost Allowance	44	51	58	55	208	40	48	88	95
Profits Before Taxes	89	95	89	79	352	76	108	184	184
Less: Income Tax Liabilities	33	34	33	30	130	29	40	69	67
Profits After Taxes	56	61	56	49	222	47	68	115	117
Depletion Charged	11	10	10	10	41	10	10	20	21
	Food and Beverages								
	1960					1961		6 mos. 1961	6 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	955	1,056	1,147	1,130	4,288	969	1,094	2,063	2,011
Net Earnings	59	81	101	95	336	65	83	148	140
Less: Capital Cost Allowance	21	21	22	25	89	23	23	46	42
Profits Before Taxes	38	60	79	70	247	42	60	102	98
Less: Income Tax Liabilities	18	29	37	34	118	21	29	50	47
Profits After Taxes	20	31	42	36	129	21	31	52	51
	Rubber Products								
	1960					1961		6 mos. 1961	6 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	88	103	100	96	387	85	106	191	191
Net Earnings	5	8	8	8	29	6	11	17	13
Less: Capital Cost Allowance	3	3	3	3	12	3	4	7	6
Profits Before Taxes	2	5	5	5	17	3	7	10	7
Less: Income Tax Liabilities	1	2	2	2	7	1	3	4	3
Profits After Taxes	1	3	3	3	10	2	4	6	4

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-61 - Continued

	Textile Products									
	1960					1961		6 mos. 1961	6 mos. 1960	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	388	392	402	419	1,601	389	403	792	780	
Net Earnings	20	19	17	20	76	21	20	41	39	
Less: Capital Cost Allowance	7	7	7	7	28	6	7	13	14	
Profits Before Taxes	13	12	10	13	48	15	13	28	25	
Less: Income Tax Liabilities	5	6	5	5	21	6	5	11	11	
Profits After Taxes	8	6	5	8	27	9	8	17	14	
	Wood Products									
	1960					1961		6 mos. 1961	6 mos. 1960	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	355	403	422	373	1,553	330	417	747	758	
Net Earnings	25	30	30	21	106	18	31	49	55	
Less: Capital Cost Allowance	13	14	13	10	50	11	12	23	27	
Profits Before Taxes	12	16	17	11	56	7	19	26	28	
Less: Income Tax Liabilities	7	8	7	5	27	5	8	13	15	
Profits After Taxes	5	8	10	6	29	2	11	13	13	
Depletion Charged	2	2	1	2	7	1	2	3	4	
	Paper Products									
	1960					1961		6 mos. 1961	6 mos. 1960	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	497	533	546	531	2,107	496	553	1,049	1,030	
Net Earnings	79	96	89	96	360	77	102	179	175	
Less: Capital Cost Allowance	29	30	30	32	121	29	29	58	59	
Profits Before Taxes	50	66	59	64	239	48	73	121	116	
Less: Income Tax Liabilities	25	33	30	31	119	24	36	60	58	
Profits After Taxes	25	33	29	33	120	24	37	61	58	
Depletion Charged	1	1	1	1	4	1	1	2	2	
	Printing, Publishing and Allied Industries									
	1960					1961		6 mos. 1961	6 mos. 1960	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	180	191	181	204	756	184	196	380	371	
Net Earnings	16	22	15	18	71	16	24	40	38	
Less: Capital Cost Allowance	5	6	5	6	22	5	7	12	11	
Profits Before Taxes	11	16	10	12	49	11	17	28	27	
Less: Income Tax Liabilities	5	7	5	6	23	5	7	12	12	
Profits After Taxes	6	9	5	6	26	6	10	16	15	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-61 - Continued

	Iron and Steel Products								
	1960					1961		6 mos. 1961	6 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	1,484	1,584	1,347	1,450	5,865	1,251	1,528	2,779	3,068
Net Earnings	163	171	116	123	573	109	172	281	334
Less: Capital Cost Allowance	54	50	48	53	205	52	52	104	104
Profits Before Taxes	109	121	68	70	368	57	120	177	230
Less: Income Tax Liabilities	51	57	31	32	171	27	49	76	108
Profits After Taxes	58	64	37	38	197	30	71	101	122
	Non-Ferrous Metal Products								
	1960					1961		6 mos. 1961	6 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
	Sales	204	213	198	210	825	193	216	409
Net Earnings	23	29	23	18	93	18	23	41	52
Less: Capital Cost Allowance	17	22	13	10	62	12	13	25	39
Profits Before Taxes	6	7	10	8	31	6	10	16	13
Less: Income Tax Liabilities	3	3	5	3	14	3	5	8	6
Profits After Taxes	3	4	5	5	17	3	5	8	7
	Electrical Apparatus and Supplies								
	1960					1961		6 mos. 1961	6 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
	Sales	316	324	327	346	1,313	316	311	627
Net Earnings	27	24	21	21	93	16	18	34	51
Less: Capital Cost Allowance	8	7	7	7	29	8	7	15	15
Profits Before Taxes	19	17	14	14	64	8	11	19	36
Less: Income Tax Liabilities	10	8	7	8	33	5	5	10	18
Profits After Taxes	9	9	7	6	31	3	6	9	18
	Non-Metallic Mineral Products								
	1960					1961		6 mos. 1961	6 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
	Sales	143	150	164	143	600	135	158	293
Net Earnings	14	22	28	23	87	11	25	36	36
Less: Capital Cost Allowance	10	10	8	8	36	9	9	18	20
Profits Before Taxes	4	12	20	15	51	2	16	18	16
Less: Income Tax Liabilities	3	6	9	7	25	2	6	8	9
Profits After Taxes	1	6	11	8	26	-	10	10	7

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960 - 61 - Continued

	Products of Petroleum and Coal								
	1960					1961		6 mos. 1961	6 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	419	394	428	469	1,710	420	417	837	813
Net Earnings	54	51	51	46	202	47	47	94	105
Less: Capital Cost Allowance	29	29	28	23	109	28	26	54	58
Profits Before Taxes	25	22	23	23	93	19	21	40	47
Less: Income Tax Liabilities	11	10	10	9	40	10	9	19	21
Profits After Taxes	14	12	13	14	53	9	12	21	26
	Chemical Products								
	1960					1961		6 mos. 1961	6 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	346	389	366	349	1,450	357	412	769	735
Net Earnings	44	52	47	39	182	39	54	93	96
Less: Capital Cost Allowance	18	20	17	19	74	18	20	38	38
Profits Before Taxes	26	32	30	20	108	21	34	55	58
Less: Income Tax Liabilities	12	15	14	11	52	10	15	25	27
Profits After Taxes	14	17	16	9	56	11	19	30	31
	Other Manufacturing Industries*								
	1960					1961		6 mos. 1961	6 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	278	285	309	301	1,173	304	319	623	563
Net Earnings	16	18	20	19	73	15	18	33	34
Less: Capital Cost Allowance	4	7	6	7	24	4	7	11	11
Profits Before Taxes	12	11	14	12	49	11	11	22	23
Less: Income Tax Liabilities	6	6	7	6	25	6	6	12	12
Profits After Taxes	6	5	7	6	24	5	5	10	11
	Total - Manufacturing								
	1960					1961		6 mos. 1961	6 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	5,653	6,017	5,937	6,021	23,628	5,429	6,130	11,559	11,670
Net Earnings	545	623	566	547	2,281	458	628	1,086	1,168
Less: Capital Cost Allowance	218	226	207	210	861	208	216	424	444
Profits Before Taxes	327	397	359	337	1,420	250	412	662	724
Less: Income Tax Liabilities	157	190	169	159	675	125	183	308	347
Profits After Taxes	170	207	190	178	745	125	229	354	377

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-61 - Continued

	Transportation, Storage and Communication									
	1960					1961		6 mos. 1961	6 mos. 1960	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
	millions of dollars									
Sales	688	766	763	762	2,979	674	803	1,477	1,454	
Net Earnings	126	146	154	144	570	118	147	265	272	
Less: Capital Cost Allowance	83	92	92	99	366	86	93	179	175	
Profits Before Taxes	43	54	62	45	204	32	54	86	97	
Less: Income Tax Liabilities	21	26	30	21	98	19	27	46	47	
Profits After Taxes	22	28	32	24	106	13	27	40	50	
	Public Utility Operation									
	1960					1961		6 mos. 1961	6 mos. 1960	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
	millions of dollars									
Sales	163	130	116	148	557	176	142	318	293	
Net Earnings	51	41	33	43	168	54	42	96	92	
Less: Capital Cost Allowance	24	23	23	23	93	25	23	48	47	
Profits Before Taxes	27	18	10	20	75	29	19	48	45	
Less: Income Tax Liabilities	12	8	5	9	34	13	9	22	20	
Profits After Taxes	15	10	5	11	41	16	10	26	25	
	Wholesale Trade									
	1960					1961		6 mos. 1961	6 mos. 1960	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
	millions of dollars									
Sales	2,626	2,921	3,015	2,973	11,535	2,597	3,152	5,749	5,547	
Net Earnings	64	75	80	93	312	51	77	128	139	
Less: Capital Cost Allowance	21	22	23	29	95	22	24	46	43	
Profits Before Taxes	43	53	57	64	217	29	53	82	96	
Less: Income Tax Liabilities	20	25	26	28	99	17	25	42	45	
Profits After Taxes	23	28	31	36	118	12	28	40	51	
	Retail Trade									
	1960					1961		6 mos. 1961	6 mos. 1960	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q			
	millions of dollars									
Sales	2,135	2,446	2,344	2,499	9,424	2,121	2,448	4,569	4,581	
Net Earnings	56	80	65	96	297	48	75	123	136	
Less: Capital Cost Allowance	23	23	25	26	97	24	24	48	46	
Profits Before Taxes	33	57	40	70	200	24	51	75	90	
Less: Income Tax Liabilities	16	26	19	31	92	14	25	39	42	
Profits After Taxes	17	31	21	39	108	10	26	36	48	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-61 - Concluded

	Finance, Insurance and Real Estate*									
	1960					1961		6 mos. 1961	6 mos. 1960	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Net Earnings	153	158	156	144	611	158	163	321	311	
Less: Capital Cost Allowance.....	29	29	31	35	124	31	30	61	58	
Profits Before Taxes	124	129	125	109	487	127	133	260	253	
Less: Income Tax Liabilities	52	56	53	49	210	55	57	112	108	
Profits After Taxes	72	73	72	60	277	72	76	148	145	
	Service									
	1960					1961		6 mos. 1961	6 mos. 1960	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Net Earnings	30	36	34	32	132	25	35	60	66	
Less: Capital Cost Allowance	16	17	16	19	68	15	16	31	33	
Profits Before Taxes	14	19	18	13	64	10	19	29	33	
Less: Income Tax Liabilities	6	7	8	7	28	5	7	12	13	
Profits After Taxes.....	8	12	10	6	36	5	12	17	20	
	Other Non-Manufacturing**									
	1960					1961		6 mos. 1961	6 mos. 1960	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Net Earnings	38	85	104	66	293	35	83	118	123	
Less: Capital Cost Allowance	14	32	41	25	112	13	31	44	46	
Profits Before Taxes	24	53	63	41	181	22	52	74	77	
Less: Income Tax Liabilities	11	24	30	18	83	10	24	34	35	
Profits After Taxes.....	13	29	33	23	98	12	28	40	42	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* The Finance, Insurance and Real Estate group includes a Balance of Payments adjustment.
 ** Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100 - 119
	Fuels	120 - 129
	Non-Metal Mining	130 - 149
	Quarrying, Clay and Sand Pits	150 - 169
	Prospecting	170 - 199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200 - 229
Rubber Products	Rubber Products	236 - 239
Textile Products	Textile Products (except Clothing)	250 - 269
	Clothing (Textile and Fur)	270 - 279
Wood Products	Wood Products	280 - 289
Paper Products	Paper Products	290 - 299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300 - 309
Iron and Steel Products	Iron and Steel Products	310 - 329
	Transportation Equipment	330 - 339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340 - 349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350 - 359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360 - 369
Products of Petroleum and Coal	Products of Petroleum and Coal	370 - 379
Chemical Products	Chemical Products	380 - 389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390 - 399
	Tobacco and Tobacco Products	230 - 235
	Leather Products	240 - 249
Transportation, Storage and Communication	Transportation	500 - 519
	Storage	520 - 539
	Communication	540 - 599
Public Utility Operation ¹	Public Utility Operation ¹	600 - 699
Wholesale Trade	Trade: Wholesale Trade	700 - 729
Retail Trade	Trade: Retail Trade	730 - 799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800 - 899
Service	Community or Public Service	900 - 909
	Recreation Service	920 - 929
	Business Service	930 - 939
	Personal Service	940 - 949
Other Non-Manufacturing	Agriculture	000 - 079
	Forestry	080 - 089
	Fishing and Trapping	090 - 099
	Construction	400 - 499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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CORPORATION PROFITS

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CORPORATION PROFITS

THIRD QUARTER, 1961

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from

the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are based on figures supplied by reporting companies.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1960-61

	1960					1961		
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q
	millions of dollars							
Mining, Quarrying and Oil Wells	92	91	88	81	352	82	100	109
Manufacturing:								
Foods and Beverages	57	58	66	66	247	63	59	64
Rubber Products	4	4	4	5	17	6	6	6
Textile Products	13	13	10	12	48	15	13	14
Wood Products	17	13	15	11	56	12	15	18
Paper Products	61	58	62	58	239	60	64	70
Printing, Publishing and Allied Industries	13	12	13	11	49	13	13	13
Iron and Steel Products	111	91	95	71	368	58	92	96
Non-Ferrous Metal Products	7	6	9	9	31	7	10	10
Electrical Apparatus and Supplies	20	18	15	11	64	10	11	17
Non-Metallic Mineral Products	12	11	14	14	51	12	14	15
Products of Petroleum and Coal	27	26	23	17	93	21	24	31
Chemical Products	28	27	28	25	108	23	28	30
Other Manufacturing Industries ¹	13	11	13	12	49	11	11	13
Totals	383	348	367	322	1,420	311	360	397
Transportation, Storage and Communication	57	52	47	48	204	43	49	58
Public Utility Operation	18	18	19	20	75	20	20	20
Wholesale Trade	57	50	47	63	217	41	50	54
Retail Trade	47	50	47	56	200	35	44	55
Finance, Insurance and Real Estate	119	115	128	125	487	127	120	134
Service	17	17	17	13	64	13	17	15
Other Non-Manufacturing ²	46	45	44	46	181	42	44	46
Total All Industries	836	786	804	774	3,200	714	804	888

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

CORPORATION PROFITS - THIRD QUARTER, 1961

Seasonally adjusted profits before taxes of Canadian corporations increased by about 10 per cent from the second quarter to the third quarter of 1961, from \$804 million to \$888 million.

Profits before taxes in the Manufacturing sector also rose by 10 per cent, from \$360 million in the second quarter to \$397 million in the third quarter. This increase was reflected in all but three industry groups in which profits showed no change from the second to the third quarters. Petroleum and Coal Products increased \$7 million, from \$24 million to \$31 million; Paper Products increased \$6 million,

from \$64 million to \$70 million; Electrical Apparatus and Supplies increased \$6 million, from \$11 million to \$17 million; Foods and Beverages increased \$5 million, from \$59 million to \$64 million; Iron and Steel Products increased \$4 million, from \$92 million to \$96 million; Wood Products increased \$3 million, from \$15 million to \$18 million; Chemical Products and Other Manufacturing Industries both increased \$2 million, from \$28 million to \$30 million and from \$11 million to \$13 million respectively; and Non-Metallic Minerals and Textile Products each increased \$1 million, from \$14 million to \$15 million and from \$13 million to \$14 million.

In the Non-Manufacturing sector seasonally adjusted profits before taxes increased an estimated 11 per cent, from \$444 million in the second quarter to \$491 million in the third quarter. The most sizeable increase occurred in the Finance, Insurance and Real Estate group which rose by \$14 million from \$120 million in the second quarter to \$134 million in the third quarter. The Retail Trade group increased \$11 million, from \$44 million to \$55 million; the Mining group increased \$9 million, from \$100 million to \$109 million; the Transportation, Storage and Communication group increased \$9 million, from \$49 million to \$58 million; the Wholesale Trade group increased \$4 million, from \$50 million to \$54 million; and the Other Non-Manufacturing group increased \$2 million, from \$44 million to \$46 million. The Public Utility group showed no increase

from the second to the third quarters, remaining at \$20 million. There was a slight decrease in the Service group which dropped from \$17 million in the second quarter to \$15 million in the third quarter.

A comparison of the third quarter of 1961 with the third quarter of 1960 indicates that there was also an increase in seasonally adjusted profits before taxes of 10 per cent, from \$804 million in the third quarter of 1960 to \$888 million in the third quarter of 1961. The overall increase in the Manufacturing sector amounted to 8 per cent, from \$367 million in the third quarter of 1960 to \$397 million in the third quarter of 1961. Profits in the Non-Manufacturing sector increased by about 12 per cent, from \$437 million to \$491 million.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1960-61

	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Mining, Quarrying and Oil Wells	89	95	89	79	352	76	108	109	293	273
Manufacturing:										
Foods and Beverages	38	60	79	70	249	42	60	78	180	177
Rubber Products	2	5	5	5	17	3	7	7	17	12
Textile Products	13	12	10	13	48	15	13	14	42	35
Wood Products	12	16	17	11	56	7	19	20	46	45
Paper Products	50	66	59	64	239	48	73	67	188	175
Printing, Publishing and Allied Industries.....	11	16	10	12	49	11	17	10	38	37
Iron and Steel Products	109	121	68	70	368	57	120	77	254	298
Non-Ferrous Metal Products	6	7	10	8	31	6	10	9	25	23
Electrical Apparatus and Supplies	19	17	14	14	64	8	11	15	34	50
Non-Metallic Mineral Products	4	12	20	15	51	2	16	21	39	36
Products of Petroleum and Coal	25	22	23	23	93	19	21	28	68	70
Chemical Products	26	32	30	20	108	21	34	33	88	88
Other Manufacturing Industries ¹	12	11	14	12	49	11	11	15	37	37
Totals	327	397	359	337	1,420	250	412	394	1,056	1,083
Transportation, Storage and Communication	43	54	62	45	204	32	54	76	162	159
Public Utility Operation	27	18	10	20	75	29	19	11	59	55
Wholesale Trade	43	53	57	64	217	29	53	64	146	153
Retail Trade	33	57	40	70	200	24	51	47	122	130
Finance, Insurance and Real Estate	124	129	125	109	487	127	133	132	392	378
Service	14	19	18	13	64	10	19	16	45	51
Other Non-Manufacturing ²	24	53	63	41	181	22	52	65	139	140
Total All Industries	724	875	823	778	3,200	599	901	914	2,414	2,422

See footnotes below.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1960-61

	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Mining, Quarrying and Oil Wells	56	61	56	49	222	47	68	65	180	173
Manufacturing:										
Foods and Beverages	20	31	42	36	129	21	31	41	93	93
Rubber Products	1	3	3	3	10	2	4	4	10	7
Textile Products	8	6	5	8	27	9	8	8	25	19
Wood Products	5	8	10	6	29	2	11	12	25	23
Paper Products	25	33	29	33	120	24	37	32	93	87
Printing, Publishing and Allied Industries.....	6	9	5	6	26	6	10	5	21	20
Iron and Steel Products	58	64	37	38	197	30	71	37	138	159
Non-Ferrous Metal Products	3	4	5	5	17	3	5	5	13	12
Electrical Apparatus and Supplies	9	9	7	6	31	3	6	7	16	25
Non-Metallic Mineral Products	1	6	11	8	26	-	10	11	21	18
Products of Petroleum and Coal	14	12	13	14	53	9	12	17	38	39
Chemical Products	14	17	16	9	56	11	19	16	46	47
Other Manufacturing Industries ¹	6	5	7	6	24	5	5	7	17	18
Totals	170	207	190	178	745	125	229	202	556	567
Transportation, Storage and Communication	22	28	32	24	106	13	27	40	80	82
Public Utility Operation	15	10	5	11	41	16	10	6	32	30
Wholesale Trade	23	28	31	36	118	12	28	36	76	82
Retail Trade	17	31	21	39	108	10	26	26	62	69
Finance, Insurance and Real Estate	72	73	72	60	277	72	76	73	221	217
Service	8	12	10	6	36	5	12	9	26	30
Other Non-Manufacturing ²	13	29	33	23	98	12	28	34	74	75
Total All Industries	396	479	450	426	1,751	312	504	491	1,307	1,325

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1960-61

	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Net Earnings	1,196	1,390	1,339	1,299	5,224	1,063	1,406	1,442	3,911	3,925
Less: Capital Cost Allowance	472	515	516	521	2,024	464	505	528	1,497	1,503
Profits Before Taxes	724	875	823	778	3,200	599	901	914	2,414	2,422
Less: Income Tax Liabilities	328	396	373	352	1,449	287	397	423	1,107	1,097
Profits After Taxes	396	479	450	426	1,751	312	504	491	1,307	1,325

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-61

	Mining, Quarrying and Oil Wells									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	530	584	589	557	2,260	496	583	593	1,672	1,703
Net Earnings	133	146	147	134	560	116	156	163	435	426
Less: Capital Cost Allowance	44	51	58	55	208	40	48	54	142	153
Profits Before Taxes	89	95	89	79	352	76	108	109	293	273
Less: Income Tax Liabilities	33	34	33	30	130	29	40	44	113	100
Profits After Taxes	56	61	56	49	222	47	68	65	180	173
Depletion Charged	11	10	10	10	41	10	10	11	31	31
	Food and Beverages									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	955	1,056	1,147	1,130	4,288	969	1,094	1,207	3,270	3,158
Net Earnings	59	81	101	95	336	65	83	103	251	241
Less: Capital Cost Allowance	21	21	22	25	89	23	23	25	71	64
Profits Before Taxes	38	60	79	70	247	42	60	78	180	177
Less: Income Tax Liabilities	18	29	37	34	118	21	29	37	87	84
Profits After Taxes	20	31	42	36	129	21	31	41	93	93
	Rubber Products									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	88	103	100	96	387	85	106	102	293	291
Net Earnings	5	8	8	8	29	6	11	10	27	21
Less: Capital Cost Allowance	3	3	3	3	12	3	4	3	10	9
Profits Before Taxes	2	5	5	5	17	3	7	7	17	12
Less: Income Tax Liabilities	1	2	2	2	7	1	3	3	7	5
Profits After Taxes	1	3	3	3	10	2	4	4	10	7

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-61 - Continued

	Textile Products									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	388	392	402	419	1,601	389	403	444	1,236	1,182
Net Earnings	20	19	17	20	76	21	20	21	62	56
Less: Capital Cost Allowance	7	7	7	7	28	6	7	7	20	21
Profits Before Taxes	13	12	10	13	48	15	13	14	42	35
Less: Income Tax Liabilities	5	6	5	5	21	6	5	6	17	16
Profits After Taxes	8	6	5	8	27	9	8	8	25	19
	Wood Products									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
	Sales	355	403	422	373	1,553	330	417	449	1,196
Net Earnings	25	30	30	21	106	18	31	33	82	85
Less: Capital Cost Allowance	13	14	13	10	50	11	12	13	36	40
Profits Before Taxes	12	16	17	11	56	7	19	20	46	45
Less: Income Tax Liabilities	7	8	7	5	27	5	8	8	21	22
Profits After Taxes	5	8	10	6	29	2	11	12	25	23
Depletion Charged	2	2	1	2	7	1	2	2	5	5
	Paper Products									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
	Sales	497	533	546	531	2,107	496	553	574	1,623
Net Earnings	79	96	89	96	360	77	102	98	277	264
Less: Capital Cost Allowance	29	30	30	32	121	29	29	31	89	89
Profits Before Taxes	50	66	59	64	239	48	73	67	188	175
Less: Income Tax Liabilities	25	33	30	31	119	24	36	35	95	88
Profits After Taxes	25	33	29	33	120	24	37	32	93	87
Depletion Charged	1	1	1	1	4	1	1	1	3	3
	Printing, Publishing and Allied Industries									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
	Sales	180	191	181	204	756	184	196	189	569
Net Earnings	16	22	15	18	71	16	24	15	55	53
Less: Capital Cost Allowance	5	6	5	6	22	5	7	5	17	16
Profits Before Taxes	11	16	10	12	49	11	17	10	38	37
Less: Income Tax Liabilities	5	7	5	6	23	5	7	5	17	17
Profits After Taxes	6	9	5	6	26	6	10	5	21	20

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-61 - Continued

	Iron and Steel Products									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	1,484	1,584	1,347	1,450	5,865	1,251	1,528	1,441	4,220	4,379
Net Earnings	163	171	116	123	573	109	172	127	408	450
Less: Capital Cost Allowance	54	50	48	53	205	52	52	50	154	152
Profits Before Taxes	109	121	68	70	368	57	120	77	254	298
Less: Income Tax Liabilities	51	57	31	32	171	27	49	40	116	139
Profits After Taxes	58	64	37	38	197	30	71	37	138	159
	Non-Ferrous Metal Products									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	204	213	198	210	825	193	216	211	620	615
Net Earnings	23	29	23	18	93	18	23	21	62	75
Less: Capital Cost Allowance	17	22	13	10	62	12	13	12	37	52
Profits Before Taxes	6	7	10	8	31	6	10	9	25	23
Less: Income Tax Liabilities	3	3	5	3	14	3	5	4	12	11
Profits After Taxes	3	4	5	5	17	3	5	5	13	12
	Electrical Apparatus and Supplies									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	316	324	327	346	1,313	316	311	339	966	967
Net Earnings	27	24	21	21	93	16	18	23	57	72
Less: Capital Cost Allowance	8	7	7	7	29	8	7	8	23	22
Profits Before Taxes	19	17	14	14	64	8	11	15	34	50
Less: Income Tax Liabilities	10	8	7	8	33	5	5	8	18	25
Profits After Taxes	9	9	7	6	31	3	6	7	16	25
	Non-Metallic Mineral Products									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	143	150	164	143	600	135	158	168	461	457
Net Earnings	14	22	28	23	87	11	25	30	66	64
Less: Capital Cost Allowance	10	10	8	8	36	9	9	9	27	28
Profits Before Taxes	4	12	20	15	51	2	16	21	39	36
Less: Income Tax Liabilities	3	6	9	7	25	2	6	10	18	18
Profits After Taxes	1	6	11	8	26	-	10	11	21	18

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-61 - Continued

	Products of Petroleum and Coal									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	419	394	428	469	1,710	420	417	450	1,287	1,241
Net Earnings	54	51	51	46	202	47	47	57	151	156
Less: Capital Cost Allowance	29	29	28	23	109	28	26	29	83	86
Profits Before Taxes	25	22	23	23	93	19	21	28	68	70
Less: Income Tax Liabilities	11	10	10	9	40	10	9	11	30	31
Profits After Taxes	14	12	13	14	53	9	12	17	38	39
	Chemical Products									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	346	389	366	349	1,450	357	412	396	1,165	1,101
Net Earnings	44	52	47	39	182	39	54	52	145	143
Less: Capital Cost Allowance	18	20	17	19	74	18	20	19	57	55
Profits Before Taxes	26	32	30	20	108	21	34	33	88	88
Less: Income Tax Liabilities	12	15	14	11	52	10	15	17	42	41
Profits After Taxes	14	17	16	9	56	11	19	16	46	47
	Other Manufacturing Industries*									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	278	285	309	301	1,173	304	319	335	958	872
Net Earnings	16	18	20	19	73	15	18	21	54	54
Less: Capital Cost Allowance	4	7	6	7	24	4	7	6	17	17
Profits Before Taxes	12	11	14	12	49	11	11	15	37	37
Less: Income Tax Liabilities	6	6	7	6	25	6	6	8	20	19
Profits After Taxes	6	5	7	6	24	5	5	7	17	18
	Total - Manufacturing									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	1Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	5,653	6,017	5,937	6,021	23,628	5,429	6,130	6,305	17,864	17,607
Net Earnings	545	623	566	547	2,281	458	628	611	1,697	1,734
Less: Capital Cost Allowance	218	226	207	210	861	208	216	217	641	651
Profits Before Taxes	327	397	359	337	1,420	250	412	394	1,056	1,083
Less: Income Tax Liabilities	157	190	169	159	675	125	183	192	500	516
Profits After Taxes	170	207	190	178	745	125	229	202	556	567

Note: 1. Depletion charges have not been deducted from profits.
2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-61 - Continued

	Transportation, Storage and Communication									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	688	766	763	762	2,979	674	803	783	2,260	2,217
Net Earnings	126	146	154	144	570	118	147	175	440	426
Less: Capital Cost Allowance	83	92	92	99	366	86	93	99	278	267
Profits Before Taxes	43	54	62	45	204	32	54	76	162	159
Less: Income Tax Liabilities	21	26	30	21	98	19	27	36	82	77
Profits After Taxes	22	28	32	24	106	13	27	40	80	82
	Public Utility Operation									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	163	130	116	148	557	176	142	123	441	409
Net Earnings	51	41	33	43	168	54	42	34	130	125
Less: Capital Cost Allowance	24	23	23	23	93	25	23	23	71	70
Profits Before Taxes	27	18	10	20	75	29	19	11	59	55
Less: Income Tax Liabilities	12	8	5	9	34	13	9	5	27	25
Profits After Taxes	15	10	5	11	41	16	10	6	32	30
	Wholesale Trade									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	2,626	2,921	3,015	2,973	11,535	2,597	3,152	3,104	8,853	8,562
Net Earnings	64	75	80	93	312	51	77	86	214	219
Less: Capital Cost Allowance	21	22	23	29	95	22	24	22	68	66
Profits Before Taxes	43	53	57	64	217	29	53	64	146	153
Less: Income Tax Liabilities	20	25	26	28	99	17	25	28	70	71
Profits After Taxes	23	28	31	36	118	12	28	36	76	82
	Retail Trade									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	2,135	2,446	2,344	2,499	9,424	2,121	2,448	2,430	6,999	6,925
Net Earnings	56	80	65	96	297	48	75	72	195	201
Less: Capital Cost Allowance	23	23	25	26	97	24	24	25	73	71
Profits Before Taxes	33	57	40	70	200	24	51	47	122	130
Less: Income Tax Liabilities	16	26	19	31	92	14	25	21	60	61
Profits After Taxes	17	31	21	39	108	10	26	26	62	69

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-61 - Concluded

	Finance, Insurance and Real Estate*									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Net Earnings	153	158	156	144	611	158	163	164	485	467
Less: Capital Cost Allowance	29	29	31	35	124	31	30	32	93	89
Profits Before Taxes	124	129	125	109	487	127	133	132	392	378
Less: Income Tax Liabilities	52	56	53	49	210	55	57	59	171	161
Profits After Taxes	72	73	72	60	277	72	76	73	221	217
	Service									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Net Earnings	30	36	34	32	132	25	35	32	92	100
Less: Capital Cost Allowance	16	17	16	19	68	15	16	16	47	49
Profits Before Taxes	14	19	18	13	64	10	19	16	45	51
Less: Income Tax Liabilities	6	7	8	7	28	5	7	7	19	21
Profits After Taxes	8	12	10	6	36	5	12	9	26	30
	Other Non-Manufacturing**									
	1960					1961			9 mos. 1961	9 mos. 1960
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Net Earnings	38	85	104	66	293	35	83	105	223	227
Less: Capital Cost Allowance	14	32	41	25	112	13	31	40	84	87
Profits Before Taxes	24	53	63	41	181	22	52	65	139	140
Less: Income Tax Liabilities	11	24	30	18	83	10	24	31	65	65
Profits After Taxes	13	29	33	23	98	12	28	34	74	75

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* The Finance, Insurance and Real Estate group includes a Balance of Payments adjustment.
 ** Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100 - 119
	Fuels	120 - 129
	Non-Metal Mining	130 - 149
	Quarrying, Clay and Sand Pits	150 - 169
	Prospecting	170 - 199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200 - 229
Rubber Products	Rubber Products	236 - 239
Textile Products	Textile Products (except Clothing)	250 - 269
	Clothing (Textile and Fur)	270 - 279
Wood Products	Wood Products	280 - 289
Paper Products	Paper Products	290 - 299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300 - 309
Iron and Steel Products	Iron and Steel Products	310 - 329
	Transportation Equipment	330 - 339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340 - 349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350 - 359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360 - 369
Products of Petroleum and Coal	Products of Petroleum and Coal	370 - 379
Chemical Products	Chemical Products	380 - 389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390 - 399
	Tobacco and Tobacco Products	230 - 235
	Leather Products	240 - 249
Transportation, Storage and Communication	Transportation	500 - 519
	Storage	520 - 539
	Communication	540 - 599
Public Utility Operation ¹	Public Utility Operation ¹	600 - 699
Wholesale Trade	Trade: Wholesale Trade	700 - 729
Retail Trade	Trade: Retail Trade	730 - 799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800 - 899
Service	Community or Public Service	900 - 909
	Recreation Service	920 - 929
	Business Service	930 - 939
	Personal Service	940 - 949
Other Non-Manufacturing	Agriculture	000 - 079
	Forestry	080 - 089
	Fishing and Trapping	090 - 099
	Construction	400 - 499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

CATALOGUE No.

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QUARTERLY



CANADA

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CORPORATION PROFITS
FOURTH QUARTER, 1961



Published by Authority of
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NOTE

The data contained in Tables 1 to 5 inclusive of this report have been revised to take into account the latest available information for previous periods and, therefore, replace the estimates in earlier issues for the the years 1958 to date. All data from the first quarter of 1958 to the third quarter of 1961 inclusive have been reworked to make use of more up-to-date information.

CORPORATION PROFITS

FOURTH QUARTER, 1961

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from

the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are based on figures supplied by reporting companies.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics"

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1957-61

No.		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Mining, Quarrying and Oil Wells	84	93	78	67	322	54	51	73	68	246
	Manufacturing:										
2	Foods and Beverages	55	54	54	55	218	57	61	61	62	241
3	Rubber Products	7	6	5	2	20	2	5	7	9	23
4	Textile Products	16	14	12	11	53	11	11	14	18	54
5	Wood Products	7	11	12	5	35	7	10	12	19	48
6	Paper Products	56	55	59	50	220	53	47	52	57	209
7	Printing, Publishing and Allied Industries	14	13	12	11	50	14	13	13	16	56
8	Iron and Steel Products	126	114	109	107	456	93	94	85	102	374
9	Non-Ferrous Metal Products	8	2	- 7	- 1	2	7	6	7	10	30
10	Electrical Apparatus and Supplies	16	17	17	13	63	18	15	16	19	68
11	Non-Metallic Mineral Products	14	16	16	18	64	17	16	16	16	65
12	Products of Petroleum and Coal	44	41	34	21	140	21	17	17	23	78
13	Chemical Products	24	25	19	24	92	21	23	26	26	96
14	Other Manufacturing Industries ¹	13	14	14	15	56	13	15	15	16	59
15	Totals	400	382	356	331	1,469	334	333	341	393	1,401
16	Transportation, Storage and Communication	53	56	49	42	200	41	41	49	58	189
17	Public Utility Operation	16	15	15	15	61	13	14	15	15	57
18	Wholesale Trade	76	71	65	50	262	54	58	62	67	241
19	Retail Trade	54	51	53	51	209	62	54	61	64	241
20	Finance, Insurance and Real Estate	75	71	73	82	301	110	104	109	122	445
21	Service	20	19	21	17	77	19	18	17	19	73
22	Other Non-Manufacturing ²	36	38	40	41	155	45	47	46	44	182
23	Totals, All Industries	814	796	750	696	3,056	732	720	773	850	3,075

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

Corporation Profits Before Taxes

For the year 1961 corporation profits before taxes, seasonally adjusted, increased approximately 5 per cent to \$3,438 million from the revised estimate of \$3,277 million for the year 1960.

A breakdown of corporation profits by industry shows that this increase is reflected in the majority of industry groups. Mining, Quarrying and Oil Wells increased 16.0 per cent from \$348 million to \$404 million, Foods and Beverages increased 7.1 per cent from \$241 million to \$258 million, Rubber Products increased 27.8 per cent from \$18 million to \$23 million, Textile Products increased 22.6 per cent from \$53 million to \$65 million, Wood Products increased 4.2 per cent from \$72 million to \$75 million, Paper Products increased 10.9 per cent from \$248 million to \$275 million, Printing and Publishing increased 7.0 per cent from \$57 million to \$61 million, Non-Ferrous Metals increased 15.4 per cent from \$26 million to \$30 million, Non-Metallic Minerals increased 6.9 per cent from \$58 million to \$62 million, Petroleum and Coal Products increased 4.8 per cent from \$104 million to \$109 million, Chemical Products increased 8.6 per cent from \$116 million to \$126 million, Transportation,

Storage and Communication increased 1.9 per cent from \$257 million to \$262 million, Public Utility Operations increased 6.6 per cent from \$76 million to \$81 million, Wholesale Trade increased 1.4 per cent from \$210 million to \$213 million, Retail Trade increased 0.9 per cent from \$221 million to \$223 million and Finance, Insurance and Real Estate increased 4.2 per cent from \$500 million to \$521 million.

Of the 21 major industry groups detailed in publication only four showed a decline in profits before taxes from 1960 to 1961. Iron and Steel Products dropped by about 1.4 per cent from \$350 million to \$345 million, Electrical Apparatus and Supplies declined 16.7 per cent from \$60 million to \$50 million, the Service group declined 4.3 per cent from \$70 million to \$67 million and the Other Non-Manufacturing group which includes Construction and the primary industries of Agriculture, Forestry and Fishing declined 3.0 per cent from \$133 million to \$129 million. The Other Manufacturing group (Tobacco Products, Leather Products and Miscellaneous Manufacturing Industries) remained at the \$59 million in 1961 that it showed in 1960.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1957-61

1959					1960					1961					No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
72	70	75	93	310	93	89	85	81	348	81	103	106	114	404	1
62	64	59	65	250	55	59	63	64	241	65	61	63	69	258	2
8	8	7	5	28	4	4	4	6	18	6	6	6	5	23	3
17	20	17	16	70	14	14	11	14	53	15	15	15	20	65	4
24	25	14	28	91	26	17	17	12	72	16	18	24	17	75	5
55	60	57	63	235	63	60	63	62	248	63	67	71	74	275	6
14	16	17	16	63	14	14	15	14	57	13	15	15	18	61	7
105	113	126	112	456	109	92	78	71	350	58	92	89	106	345	8
5	5	4	6	20	6	6	7	7	26	6	9	6	9	30	9
13	19	22	22	76	20	17	13	10	60	9	11	14	16	50	10
18	18	19	17	72	16	11	15	16	58	14	15	18	15	62	11
21	21	26	33	101	30	29	25	20	104	23	29	31	26	109	12
30	31	31	30	122	32	28	28	28	116	26	30	31	39	126	13
17	17	17	16	67	16	13	15	15	59	15	15	15	14	59	14
389	417	416	429	1,651	405	364	354	339	1,462	329	383	398	428	1,538	15
65	67	68	65	265	74	63	59	61	257	53	63	75	71	262	16
17	16	18	18	69	19	19	19	19	76	20	20	22	19	81	17
66	67	67	62	262	61	50	47	52	210	45	52	54	62	213	18
64	67	62	68	261	49	55	48	69	221	39	49	56	79	223	19
112	103	108	128	451	124	120	132	124	500	125	120	137	139	521	20
20	20	20	23	83	20	17	18	15	70	14	17	16	20	67	21
37	38	35	36	146	34	34	32	33	133	33	34	33	29	129	22
842	865	869	922	3,498	879	811	794	793	3,277	739	841	897	961	3,438	23

² Includes Agriculture, Forestry, Fishing and Construction.

Corporation Profits before taxes for the fourth quarter of 1961 were estimated at \$961 million, an increase of 7.1 per cent from the revised estimate of \$897 million for the third quarter of 1961.

Fourth quarter, 1961, profits before taxes which amounted to the previously-mentioned \$961 million increased approximately 21.2 per cent from the revised estimate of \$793 million for the fourth quarter of 1960.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1957-61

No.		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Mining, Quarrying and Oil Wells	80	92	87	63	322	52	52	77	65	246
	Manufacturing:										
2	Foods and Beverages	39	52	66	61	218	39	60	74	68	241
3	Rubber Products.....	4	7	6	3	20	1	6	7	9	23
4	Textile Products	17	13	13	10	53	11	10	14	19	54
5	Wood Products	5	13	12	5	35	5	13	13	17	48
6	Paper Products.....	46	60	57	57	220	42	52	53	62	209
7	Printing, Publishing and Allied Industries	12	17	9	12	50	12	18	10	16	56
8	Iron and Steel Products.....	112	146	93	105	456	85	119	72	98	374
9	Non-Ferrous Metal Products.....	7	3	- 6	- 2	2	6	7	8	9	30
10	Electrical Apparatus and Supplies	15	17	15	16	63	16	15	15	22	68
11	Non-Metallic Mineral Products.....	6	19	24	15	64	6	18	24	17	65
12	Products of Petroleum and Coal	44	31	37	28	140	19	12	17	30	78
13	Chemical Products.....	21	31	19	21	92	18	29	27	22	96
14	Other Manufacturing Industries ¹	12	14	15	15	56	12	15	17	15	59
15	Totals	340	423	360	346	1,469	272	374	351	404	1,401
16	Transportation, Storage and Communication	29	62	67	42	200	23	44	66	56	189
17	Public Utility Operation	23	14	10	14	61	19	14	9	15	57
18	Wholesale Trade.....	58	78	78	48	262	40	63	73	65	241
19	Retail Trade	36	59	54	60	209	40	63	59	79	241
20	Finance, Insurance and Real Estate.....	79	81	71	70	301	116	118	107	104	445
21	Service.....	16	24	24	13	77	15	22	20	16	73
22	Other Non-Manufacturing ²	21	43	55	36	155	25	53	64	40	182
23	Totals, All Industries	682	876	806	692	3,056	602	803	826	844	3,075

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1957-61

No.		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Mining, Quarrying and Oil Wells	49	60	56	46	211	30	32	48	40	150
	Manufacturing:										
2	Foods and Beverages	20	28	38	33	119	19	33	42	38	132
3	Rubber Products.....	2	5	4	2	13	-	3	4	5	12
4	Textile Products	10	6	7	4	27	6	6	9	12	33
5	Wood Products	2	7	7	2	18	3	8	8	10	29
6	Paper Products.....	25	32	30	31	118	22	28	29	34	113
7	Printing, Publishing and Allied Industries	7	9	4	6	26	7	10	5	9	31
8	Iron and Steel Products.....	58	78	52	63	251	47	63	39	55	204
9	Non-Ferrous Metal Products.....	4	1	- 8	- 4	- 7	3	4	4	6	17
10	Electrical Apparatus and Supplies	7	9	8	8	32	9	7	7	12	35
11	Non-Metallic Mineral Products.....	2	11	14	8	35	2	10	15	9	36
12	Products of Petroleum and Coal	26	19	23	22	90	10	5	7	28	50
13	Chemical Products.....	11	17	9	11	48	9	16	15	12	52
14	Other Manufacturing Industries ¹	6	7	8	7	28	6	9	9	8	32
15	Totals	180	229	196	193	798	143	202	193	238	776
16	Transportation, Storage and Communication	9	33	39	25	106	9	25	39	37	110
17	Public Utility Operation	12	8	5	7	32	11	8	5	8	32
18	Wholesale Trade.....	30	42	42	24	138	20	38	46	41	145
19	Retail Trade	16	35	32	32	115	22	40	36	46	144
20	Finance, Insurance and Real Estate.....	47	47	43	46	183	69	71	57	60	257
21	Service.....	9	16	16	8	49	9	15	13	9	46
22	Other Non-Manufacturing ²	12	24	30	21	87	15	29	34	22	100
23	Totals, All Industries	364	494	459	402	1,719	328	460	471	501	1,760

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1957-61

1959					1960					1961					No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
69	72	79	90	310	89	91	89	79	348	76	104	110	114	404	1
43	63	72	72	250	38	58	76	69	241	44	59	76	79	258	2
4	10	8	6	28	2	5	5	6	18	3	7	6	7	23	3
17	19	17	17	70	14	13	11	15	53	15	14	16	20	65	4
17	33	16	25	91	19	22	20	11	72	11	24	26	14	75	5
43	66	58	68	235	49	68	65	66	248	48	76	74	77	275	6
12	21	14	16	63	12	19	12	14	57	11	20	12	18	61	7
96	141	110	109	456	99	114	69	68	350	52	113	79	101	345	8
4	6	5	5	20	5	7	8	6	26	5	10	7	8	30	9
11	19	21	25	76	16	17	14	13	60	7	11	15	17	50	10
5	20	28	19	72	3	13	24	18	58	1	17	27	17	62	11
19	15	26	41	101	28	22	27	27	104	21	21	33	34	109	12
26	39	34	23	122	28	35	32	21	116	23	37	36	30	126	13
16	16	21	14	67	15	12	19	13	59	14	13	20	12	59	14
313	468	430	440	1,651	328	405	382	347	1,462	255	422	427	434	1,538	15
39	71	92	63	265	47	67	82	61	257	34	65	102	61	262	16
26	15	10	18	69	29	18	10	19	76	31	19	11	20	81	17
47	71	80	64	262	43	53	57	57	210	31	53	63	66	213	18
41	76	60	84	261	31	61	46	83	221	25	54	55	89	223	19
118	118	106	109	451	131	135	130	104	500	130	134	134	123	521	20
16	25	23	19	83	16	21	21	12	70	11	21	19	16	67	21
20	43	51	32	146	18	39	47	29	133	16	38	48	27	129	22
689	959	931	919	3,498	732	890	864	791	3,277	609	910	969	950	3,438	23

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1957-61

1959					1960					1961					No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
42	39	51	60	192	54	55	55	48	212	45	61	65	75	246	1
20	33	39	37	129	17	29	39	35	120	19	28	39	41	127	2
2	5	3	3	13	1	2	2	4	9	1	4	3	4	12	3
10	10	8	11	39	8	7	6	8	29	8	8	10	13	39	4
8	18	9	13	48	8	10	11	5	34	3	12	15	7	37	5
22	33	29	33	117	24	34	32	34	124	24	39	36	42	141	6
6	11	8	9	34	6	11	6	7	30	5	12	6	11	34	7
49	74	59	61	243	51	59	38	37	185	27	66	39	55	187	8
2	3	3	3	11	3	4	4	3	14	3	5	4	5	17	9
6	10	10	13	39	8	9	6	6	29	2	6	7	8	23	10
—	10	16	10	36	—	6	14	10	29	—	10	16	8	32	11
9	8	14	32	63	15	12	14	16	57	10	11	19	23	63	12
13	20	18	11	62	13	18	17	10	58	11	18	18	16	63	13
9	8	11	7	35	8	5	9	6	28	7	6	10	5	28	14
156	243	227	243	869	161	207	198	180	746	118	225	222	238	803	15
16	39	55	32	142	20	34	44	32	130	15	32	52	32	131	16
14	8	4	10	36	16	9	5	9	39	16	10	6	12	44	17
25	40	48	38	151	21	27	30	32	110	15	29	35	40	119	18
20	46	37	48	151	12	38	25	40	115	7	30	30	52	119	19
65	63	58	61	247	67	68	67	52	254	65	66	68	60	259	20
9	16	15	11	51	9	13	13	5	40	5	12	11	10	38	21
11	25	26	17	79	10	20	24	15	69	9	20	25	15	69	22
358	519	521	520	1,918	370	471	461	413	1,715	295	485	514	534	1,828	23

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1957-61

No.		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Net Earnings	1,115	1,349	1,292	1,172	4,928	1,040	1,257	1,283	1,348	4,928
2	Less: Capital Cost Allowance	433	473	486	480	1,872	438	454	457	504	1,853
3	Profits Before Taxes	682	876	806	692	3,056	602	803	826	844	3,075
4	Less: Income Tax Liabilities	318	382	347	290	1,337	274	343	355	343	1,315
5	Profits After Taxes	364	494	459	402	1,719	328	460	471	501	1,760

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1957-61

No.		Mining, Quarrying and Oil Wells									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Sales	569	611	572	568	2,320	429	483	499	462	1,873
2	Net Earnings	125	138	139	105	507	90	95	120	105	410
3	Less: Capital Cost Allowance	45	46	52	42	185	38	43	43	40	164
4	Profits Before Taxes	80	92	87	63	322	52	52	77	65	246
5	Less: Income Tax Liabilities	31	32	31	17	111	22	20	29	25	96
6	Profits After Taxes	49	60	56	46	211	30	32	48	40	150
7	Depletion Charged	9	8	9	8	34	9	8	9	10	34
		Foods and Beverages									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
8	Sales	863	977	1,059	1,033	3,932	905	1,084	1,087	1,117	4,193
9	Net Earnings	57	71	85	80	293	58	79	94	89	320
10	Less: Capital Cost Allowance	18	19	19	19	75	19	19	20	21	79
11	Profits Before Taxes	39	52	66	61	218	39	60	74	68	241
12	Less: Income Tax Liabilities	19	24	28	28	99	20	27	32	30	109
13	Profits After Taxes	20	28	38	33	119	19	33	42	38	132
		Rubber Products									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
14	Sales	88	99	96	88	371	74	95	95	97	361
15	Net Earnings	7	11	10	6	34	4	9	10	12	35
16	Less: Capital Cost Allowance	3	4	4	3	14	3	3	3	3	12
17	Profits Before Taxes	4	7	6	3	20	1	6	7	9	23
18	Less: Income Tax Liabilities	2	2	2	1	7	1	3	3	4	11
19	Profits After Taxes	2	5	4	2	13	-	3	4	5	12

Note: 1. Depletion charges have not been deducted from profits.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1957-61

1959					1960					1961					No.
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
1,141	1,450	1,451	1,475	5,517	1,219	1,402	1,391	1,320	5,332	1,093	1,414	1,504	1,515	5,526	1
452	491	520	556	2,019	487	512	527	529	2,055	484	504	535	565	2,088	2
689	959	931	919	3,498	732	890	864	791	3,277	609	910	969	950	3,438	3
331	440	410	399	1,580	362	419	403	378	1,562	314	425	455	416	1,610	4
358	519	521	520	1,918	370	471	461	413	1,715	295	485	514	534	1,828	5

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1957-61

Mining, Quarrying and Oil Wells																No.
1959					1960					1961						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
491	554	573	606	2,224	552	582	597	586	2,317	518	582	601	647	2,348	1	
114	130	143	148	535	139	145	151	136	571	122	155	167	169	613	2	
45	58	64	58	225	50	54	62	57	223	46	51	57	55	209	3	
69	72	79	90	310	89	91	89	79	348	76	104	110	114	404	4	
27	33	28	30	118	35	36	34	31	136	31	43	45	39	158	5	
42	39	51	60	192	54	55	55	48	212	45	61	65	75	246	6	
10	9	10	8	37	11	10	10	10	41	10	10	11	10	41	7	
Foods and Beverages																
1959					1960					1961					No.	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
977	1,083	1,125	1,189	4,374	991	1,063	1,130	1,177	4,361	1,005	1,098	1,186	1,258	4,547	8	
62	83	93	93	331	58	79	97	92	326	66	82	99	102	349	9	
19	20	21	21	81	20	21	21	23	85	22	23	23	23	91	10	
43	63	72	72	250	38	58	76	69	241	44	59	76	79	258	11	
23	30	33	35	121	21	29	37	34	121	25	31	37	38	131	12	
20	33	39	37	129	17	29	39	35	120	19	28	39	41	127	13	
Rubber Products																
1959					1960					1961					No.	
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
88	115	107	104	414	93	107	105	102	407	89	110	107	107	413	14	
7	13	11	8	39	5	8	9	8	30	6	11	10	9	36	15	
3	3	3	2	11	3	3	4	2	12	3	4	4	2	13	16	
4	10	8	6	28	2	5	5	6	18	3	7	6	7	23	17	
2	5	5	3	15	1	3	3	2	9	2	3	3	3	11	18	
2	5	3	3	13	1	2	2	4	9	1	4	3	4	12	19	

Note: 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1957 - 61 - Continued

No.		Textile Products									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Sales	385	381	385	382	1,533	359	371	392	417	1,539
2	Net Earnings	25	20	20	19	84	19	18	22	26	85
3	Less: Capital Cost Allowance	8	7	7	9	31	8	8	8	7	31
4	Profits Before Taxes	17	13	13	10	53	11	10	14	19	54
5	Less: Income Tax Liabilities	7	7	6	6	26	5	4	5	7	21
6	Profits After Taxes	10	6	7	4	27	6	6	9	12	33
		Wood Products									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
7	Sales	322	393	415	351	1,481	306	370	392	392	1,460
8	Net Earnings	16	26	24	16	82	17	25	25	29	96
9	Less: Capital Cost Allowance	11	13	12	11	47	12	12	12	12	48
10	Profits Before Taxes	5	13	12	5	35	5	13	13	17	48
11	Less: Income Tax Liabilities	3	6	5	3	17	2	5	5	7	19
12	Profits After Taxes	2	7	7	2	18	3	8	8	10	29
13	Depletion Charged	1	1	2	1	5	1	1	1	2	5
		Paper Products									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
14	Sales	461	503	487	466	1,917	429	473	492	481	1,875
15	Net Earnings	73	89	85	84	331	70	80	81	92	323
16	Less: Capital Cost Allowance	27	29	28	27	111	28	28	28	30	114
17	Profits Before Taxes	46	60	57	57	220	42	52	53	62	209
18	Less: Income Tax Liabilities	21	28	27	26	102	20	24	24	28	96
19	Profits After Taxes	25	32	30	31	118	22	28	29	34	113
20	Depletion Charged	1	1	1	1	4	1	1	1	1	4
		Printing, Publishing and Allied Industries									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
21	Sales	166	184	168	179	697	164	179	173	191	707
22	Net Earnings	17	22	14	18	71	17	24	15	22	78
23	Less: Capital Cost Allowance	5	5	5	6	21	5	6	5	6	22
24	Profits Before Taxes	12	17	9	12	50	12	18	10	16	56
25	Less: Income Tax Liabilities	5	8	5	6	24	5	8	5	7	25
26	Profits After Taxes	7	9	4	6	26	7	10	5	9	31

Note: 1. Depletion charges have not been deducted from profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1957-61 - Continued

Textile Products																No.
1959					1960					1961						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
393	411	422	416	1,642	400	405	413	425	1,643	403	420	456	472	1,751	1	
25	28	25	25	103	22	21	19	23	85	22	22	24	29	97	2	
8	9	8	8	33	8	8	8	8	32	7	8	8	9	32	3	
17	19	17	17	70	14	13	11	15	53	15	14	16	20	65	4	
7	9	9	6	31	6	6	5	7	24	7	6	6	7	26	5	
10	10	8	11	39	8	7	6	8	29	8	8	10	13	39	6	
Wood Products																
1959					1960					1961						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
398	507	448	484	1,837	414	466	482	470	1,832	388	483	514	513	1,898	7	
31	48	31	42	152	35	39	37	29	140	25	41	41	33	140	8	
14	15	15	17	61	16	17	17	18	68	14	17	15	19	65	9	
17	33	16	25	91	19	22	20	11	72	11	24	26	14	75	10	
9	15	7	12	43	11	12	9	6	38	8	12	11	7	38	11	
8	18	9	13	48	8	10	11	5	34	3	12	15	7	37	12	
1	2	1	2	6	2	2	1	2	7	1	2	2	2	7	13	
Paper Products																
1959					1960					1961						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
423	502	496	511	1,932	471	514	515	515	2,015	471	533	542	541	2,087	14	
68	92	85	95	340	75	95	92	93	355	74	102	102	108	386	15	
25	26	27	27	105	26	27	27	27	107	26	26	28	31	111	16	
43	66	58	68	235	49	68	65	66	248	48	76	74	77	275	17	
21	33	29	35	118	25	34	33	32	124	24	37	38	35	134	18	
22	33	29	33	117	24	34	32	34	124	24	39	36	42	141	19	
1	1	1	1	4	1	1	1	1	4	1	1	1	1	4	20	
Printing, Publishing and Allied Industries																
1959					1960					1961						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
193	209	196	221	819	202	213	201	223	839	207	219	210	229	865	21	
19	27	21	23	90	19	25	18	21	83	18	27	18	25	88	22	
7	6	7	7	27	7	6	6	7	26	7	7	6	7	27	23	
12	21	14	16	63	12	19	12	14	57	11	20	12	18	61	24	
6	10	6	7	29	6	8	6	7	27	6	8	6	7	27	25	
6	11	8	9	34	6	11	6	7	30	5	12	6	11	34	26	

Note: 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1957-61 - Continued

No.		Iron and Steel Products									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Sales	1,489	1,641	1,438	1,466	6,034	1,301	1,529	1,317	1,418	5,565
2	Net Earnings	158	192	138	148	636	128	167	120	151	566
3	Less: Capital Cost Allowance	46	46	45	43	180	43	48	48	53	192
4	Profits Before Taxes	112	146	93	105	456	85	119	72	98	374
5	Less: Income Tax Liabilities	54	68	41	42	205	38	56	33	43	170
6	Profits After Taxes	58	78	52	63	251	47	63	39	55	204
		Non-Ferrous Metal Products									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
7	Sales	201	192	178	191	762	180	190	197	194	761
8	Net Earnings	32	28	10	24	94	20	20	25	19	84
9	Less: Capital Cost Allowance	25	25	16	26	92	14	13	17	10	54
10	Profits Before Taxes	7	3	- 6	- 2	2	6	7	8	9	30
11	Less: Income Tax Liabilities	3	2	2	2	9	3	3	4	3	13
12	Profits After Taxes	4	1	- 8	- 4	- 7	3	4	4	6	17
		Electrical Apparatus and Supplies									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
13	Sales	312	327	318	338	1,295	317	317	306	328	1,268
14	Net Earnings	22	23	21	23	89	23	22	22	29	96
15	Less: Capital Cost Allowance	7	6	6	7	26	7	7	7	7	28
16	Profits Before Taxes	15	17	15	16	63	16	15	15	22	68
17	Less: Income Tax Liabilities	8	8	7	8	31	7	8	8	10	33
18	Profits After Taxes	7	9	8	8	32	9	7	7	12	35
		Non-Metallic Mineral Products									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
19	Sales	110	153	183	160	606	137	163	172	154	626
20	Net Earnings	13	27	34	24	98	16	27	33	26	102
21	Less: Capital Cost Allowance	7	8	10	9	34	10	9	9	9	37
22	Profits Before Taxes	6	19	24	15	64	6	18	24	17	65
23	Less: Income Tax Liabilities	4	8	10	7	29	4	8	9	8	29
24	Profits After Taxes	2	11	14	8	35	2	10	15	9	36

Note: 1. Depletion charges have not been deducted from profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1957-61 - Continued

Iron and Steel Products																No.
1959					1960					1961						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
1,349	1,619	1,451	1,524	5,943	1,453	1,574	1,315	1,434	5,776	1,230	1,522	1,404	1,536	5,692	1	
143	190	162	164	659	153	163	119	125	560	104	165	132	162	563	2	
47	49	52	55	203	54	49	50	57	210	52	52	53	61	218	3	
96	141	110	109	456	99	114	69	68	350	52	113	79	101	345	4	
47	67	51	48	213	48	55	31	31	165	25	47	40	46	158	5	
49	74	59	61	243	51	59	38	37	185	27	66	39	55	187	6	
Non-Ferrous Metal Products																
1959					1960					1961						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
186	213	202	226	827	216	224	210	222	872	206	228	224	244	902	7	
16	25	20	26	87	24	32	23	18	97	19	25	21	25	90	8	
12	19	15	21	67	19	25	15	12	71	14	15	14	17	60	9	
4	6	5	5	20	5	7	8	6	26	5	10	7	8	30	10	
2	3	2	2	9	2	3	4	3	12	2	5	3	3	13	11	
2	3	3	3	11	3	4	4	3	14	3	5	4	5	17	12	
Electrical Apparatus and Supplies																
1959					1960					1961						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
284	321	333	352	1,290	310	317	331	346	1,304	302	305	343	383	1,333	13	
18	26	28	33	105	24	24	21	21	90	15	18	22	26	81	14	
7	7	7	8	29	8	7	7	8	30	8	7	7	9	31	15	
11	19	21	25	76	16	17	14	13	60	7	11	15	17	50	16	
5	9	11	12	37	8	8	8	7	31	5	5	8	9	27	17	
6	10	10	13	39	8	9	6	6	29	2	6	7	8	23	18	
Non-Metallic Mineral Products																
1959					1960					1961						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
136	187	213	186	722	139	170	203	180	692	130	178	209	182	699	19	
15	29	38	30	112	13	23	34	29	99	10	26	38	28	102	20	
10	9	10	11	40	10	10	10	11	41	9	9	11	11	40	21	
5	20	28	19	72	3	13	24	18	58	1	17	27	17	62	22	
5	10	12	9	36	4	7	10	8	29	3	7	11	9	30	23	
-	10	16	10	36	- 1	6	14	10	29	- 2	10	16	8	32	24	

Note: 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1957-61 - Continued

No.		Products of Petroleum and Coal									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Sales	417	404	432	439	1,692	373	380	403	443	1,599
2	Net Earnings	68	56	61	51	236	44	37	42	52	175
3	Less: Capital Cost Allowance	24	25	24	23	96	25	25	25	22	97
4	Profits Before Taxes	44	31	37	28	140	19	12	17	30	78
5	Less: Income Tax Liabilities	18	12	14	6	50	9	7	10	2	28
6	Profits After Taxes	26	19	23	22	90	10	5	7	28	50
		Chemical Products									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
7	Sales	285	329	326	312	1,252	302	347	337	329	1,315
8	Net Earnings	33	44	33	37	147	35	47	45	41	168
9	Less: Capital Cost Allowance	12	13	14	16	55	17	18	18	19	72
10	Profits Before Taxes	21	31	19	21	92	18	29	27	22	96
11	Less: Income Tax Liabilities	10	14	10	10	44	9	13	12	10	44
12	Profits After Taxes	11	17	9	11	48	9	16	15	12	52
		Other Manufacturing Industries*									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
13	Sales	232	245	249	242	968	256	273	283	292	1,104
14	Net Earnings	16	17	19	19	71	17	20	23	21	81
15	Less: Capital Cost Allowance	4	3	4	4	15	5	5	6	6	22
16	Profits Before Taxes	12	14	15	15	56	12	15	17	15	59
17	Less: Income Tax Liabilities	6	7	7	8	28	6	6	8	7	27
18	Profits After Taxes	6	7	8	7	28	6	9	9	8	32
		Total - Manufacturing									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
19	Sales	5,331	5,828	5,734	5,647	22,540	5,103	5,771	5,646	5,853	22,373
20	Net Earnings	537	626	554	549	2,266	468	575	557	609	2,209
21	Less: Capital Cost Allowance	197	203	194	203	797	196	201	206	205	808
22	Profits Before Taxes	340	423	360	346	1,469	272	374	351	404	1,401
23	Less: Income Tax Liabilities	160	194	164	153	671	129	172	158	166	625
24	Profits After Taxes	180	229	196	193	798	143	202	193	238	776

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1957-61 - Continued

Products of Petroleum and Coal																No.
1959					1960					1961						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
435	406	453	477	1,771	432	407	452	459	1,750	434	431	475	493	1,833	1	
46	43	54	59	202	54	49	53	50	206	46	46	59	59	210	2	
27	28	28	18	101	26	27	26	23	102	25	25	26	25	101	3	
19	15	26	41	101	28	22	27	27	104	21	21	33	34	109	4	
10	7	12	9	38	13	10	13	11	47	11	10	14	11	46	5	
9	8	14	32	63	15	12	14	16	57	10	11	19	23	63	6	
Chemical Products																
1959					1960					1961						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
318	378	357	337	1,390	342	390	363	348	1,443	353	413	393	380	1,539	7	
43	55	53	44	195	46	54	50	40	190	42	56	56	48	202	8	
17	16	19	21	73	18	19	18	19	74	19	19	20	18	76	9	
26	39	34	23	122	28	35	32	21	116	23	37	36	30	126	10	
13	19	16	12	60	15	17	15	11	58	12	19	18	14	63	11	
13	20	18	11	62	13	18	17	10	58	11	18	18	16	63	12	
Other Manufacturing Industries*																
1959					1960					1961						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
312	329	352	334	1,327	323	324	360	345	1,352	355	362	390	372	1,479	13	
22	22	28	21	93	21	19	27	21	88	20	20	28	21	89	14	
6	6	7	7	26	6	7	8	8	29	6	7	8	9	30	15	
16	16	21	14	67	15	12	19	13	59	14	13	20	12	59	16	
7	8	10	7	32	7	7	10	7	31	7	7	10	7	31	17	
9	8	11	7	35	8	5	9	6	28	7	6	10	5	28	18	
Total - Manufacturing																
1959					1960					1961						
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total		
millions of dollars																
5,492	6,280	6,155	6,361	24,288	5,786	6,174	6,080	6,246	24,286	5,573	6,302	6,453	6,710	25,038	19	
515	681	649	663	2,508	549	631	599	570	2,349	467	641	650	675	2,433	20	
202	213	219	223	857	221	226	217	223	887	212	219	223	241	895	21	
313	468	430	440	1,651	328	405	382	347	1,462	255	422	427	434	1,538	22	
157	225	203	197	782	167	198	184	167	716	137	197	205	196	735	23	
156	243	227	243	869	161	207	198	180	746	118	225	222	238	803	24	

* Other Manufacturing Industries includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1957-61 - Continued

No.	Transportation, Storage and Communication										
	1957					1958					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
	millions of dollars										
1	Sales	612	728	748	702	2,790	599	694	693	726	2,712
2	Net Earnings	113	157	164	136	570	105	126	139	145	515
3	Less: Capital Cost Allowance	84	95	97	94	370	82	82	73	89	326
4	Profits Before Taxes	29	62	67	42	200	23	44	66	56	189
5	Less: Income Tax Liabilities	20	29	28	17	94	14	19	27	19	79
6	Profits After Taxes	9	33	39	25	106	9	25	39	37	110
	Public Utility Operation										
	1957					1958					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
	millions of dollars										
7	Sales	116	94	86	107	403	130	111	102	128	471
8	Net Earnings	43	34	30	36	143	40	32	30	38	140
9	Less: Capital Cost Allowance	20	20	20	22	82	21	18	21	23	83
10	Profits Before Taxes	23	14	10	14	61	19	14	9	15	57
11	Less: Income Tax Liabilities	11	6	5	7	29	8	6	4	7	25
12	Profits After Taxes	12	8	5	7	32	11	8	5	8	32
	Wholesale Trade										
	1957					1958					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
	millions of dollars										
13	Sales	2,474	2,826	2,837	2,734	10,871	2,368	2,767	2,818	2,854	10,807
14	Net Earnings	78	98	101	72	349	59	82	93	93	327
15	Less: Capital Cost Allowance	20	20	23	24	87	19	19	20	28	86
16	Profits Before Taxes	58	78	78	48	262	40	63	73	65	241
17	Less: Income Tax Liabilities	28	36	36	24	124	20	25	27	24	96
18	Profits After Taxes	30	42	42	24	138	20	38	46	41	145
	Retail Trade										
	1957					1958					
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
	millions of dollars										
19	Sales	1,939	2,288	2,117	2,100	8,444	2,074	2,450	2,340	2,481	9,345
20	Net Earnings	53	77	73	86	289	60	83	82	105	330
21	Less: Capital Cost Allowance	17	18	19	26	80	20	20	23	26	89
22	Profits Before Taxes	36	59	54	60	209	40	63	59	79	241
23	Less: Income Tax Liabilities	20	24	22	28	94	18	23	23	33	97
24	Profits After Taxes	16	35	32	32	115	22	40	36	46	144

Note: 1. Depletion charges have not been deducted from profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1957-61 - Continued

Transportation, Storage and Communication															No.
1959					1960					1961					
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
624	713	740	816	2,893	651	728	745	810	2,934	638	770	769	879	3,056	1
121	154	181	160	616	135	156	174	152	617	125	156	201	171	653	2
82	83	89	97	351	88	89	92	91	360	91	91	99	110	391	3
39	71	92	63	265	47	67	82	61	257	34	65	102	61	262	4
23	32	37	31	123	27	33	38	29	127	19	33	50	29	131	5
16	39	55	32	142	20	34	44	32	130	15	32	52	32	131	6
Public Utility Operation															
1959					1960					1961					
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
163	128	116	148	555	180	141	124	159	604	194	154	132	172	652	7
48	35	34	41	158	52	41	33	41	167	55	42	34	43	174	8
22	20	24	23	89	23	23	23	22	91	24	23	23	23	93	9
26	15	10	18	69	29	18	10	19	76	31	19	11	20	81	10
12	7	6	8	33	13	9	5	10	37	15	9	5	8	37	11
14	8	4	10	36	16	9	5	9	39	16	10	6	12	44	12
Wholesale Trade															
1959					1960					1961					
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
2,414	2,994	2,928	2,937	11,273	2,575	2,914	2,899	2,906	11,294	2,548	3,003	2,989	3,003	11,543	13
66	91	101	92	350	63	75	79	84	301	52	77	84	92	305	14
19	20	21	28	88	20	22	22	27	91	21	24	21	26	92	15
47	71	80	64	262	43	53	57	57	210	31	53	63	66	213	16
22	31	32	26	111	22	26	27	25	100	16	24	28	26	94	17
25	40	48	38	151	21	27	30	32	110	15	29	35	40	119	18
Retail Trade															
1959					1960					1961					
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
2,308	2,712	2,442	2,547	10,009	2,295	2,661	2,384	2,631	9,971	2,281	2,672	2,463	2,807	10,223	19
61	97	82	112	352	53	83	70	109	315	48	77	79	116	320	20
20	21	22	28	91	22	22	24	26	94	23	23	24	27	97	21
41	76	60	84	261	31	61	46	83	221	25	54	55	89	223	22
21	30	23	36	110	19	23	21	43	106	18	24	25	37	104	23
20	46	37	48	151	12	38	25	40	115	7	30	30	52	119	24

Note: 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1957-61 - Concluded

No.		Finance, Insurance and Real Estate*									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
1	Net Earnings	100	105	95	95	395	142	144	131	133	550
2	Less: Capital Cost Allowance	21	24	24	25	94	26	26	24	29	105
3	Profits Before Taxes	79	81	71	70	301	116	118	107	104	445
4	Less: Income Tax Liabilities	32	34	28	24	118	47	47	50	44	188
5	Profits After Taxes	47	47	43	46	183	69	71	57	60	257
		Service									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
6	Net Earnings	30	39	41	30	140	30	39	37	35	141
7	Less: Capital Cost Allowance	14	15	17	17	63	15	17	17	19	68
8	Profits Before Taxes	16	24	24	13	77	15	22	20	16	73
9	Less: Income Tax Liabilities	7	8	8	5	28	6	7	7	7	27
10	Profits After Taxes	9	16	16	8	49	9	15	13	9	46
		Other Non-Manufacturing**									
		1957					1958				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
		millions of dollars									
11	Net Earnings	36	75	95	63	269	46	81	94	85	306
12	Less: Capital Cost Allowance	15	32	40	27	114	21	28	30	45	124
13	Profits Before Taxes	21	43	55	36	155	25	53	64	40	182
14	Less: Income Tax Liabilities	9	19	25	15	68	10	24	30	18	82
15	Profits After Taxes	12	24	30	21	87	15	29	34	22	100

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data by Industry, 1957-61 -- Concluded

Finance, Insurance and Real Estate*															No.
1959					1960					1961					
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
145	150	138	143	576	160	171	166	141	638	162	172	172	162	668	1
27	32	32	34	125	29	36	36	37	138	32	38	38	39	147	2
118	118	106	109	451	131	135	130	104	500	130	134	134	123	521	3
53	55	48	48	204	64	67	63	52	246	65	68	66	63	262	4
65	63	58	61	247	67	68	67	52	254	65	66	68	60	259	5
Service															
1959					1960					1961					
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
33	43	42	38	156	34	39	40	31	144	28	38	38	34	138	6
17	18	19	19	73	18	18	19	19	74	17	17	19	18	71	7
16	25	23	19	83	16	21	21	12	70	11	21	19	16	67	8
7	9	8	8	32	7	8	8	7	30	6	9	8	6	29	9
9	16	15	11	51	9	13	13	5	40	5	12	11	10	38	10
Other Non-Manufacturing**															
1959					1960					1961					
1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	
millions of dollars															
38	69	81	78	266	34	61	79	56	230	34	56	79	53	222	11
18	26	30	46	120	16	22	32	27	97	18	18	31	26	93	12
20	43	51	32	146	18	39	47	29	133	16	38	48	27	129	13
9	18	25	15	67	8	19	23	14	64	7	18	23	12	60	14
11	25	26	17	79	10	20	24	15	69	9	20	25	15	69	15

* The Finance, Insurance and Real Estate group includes a Balance of Payments adjustment.

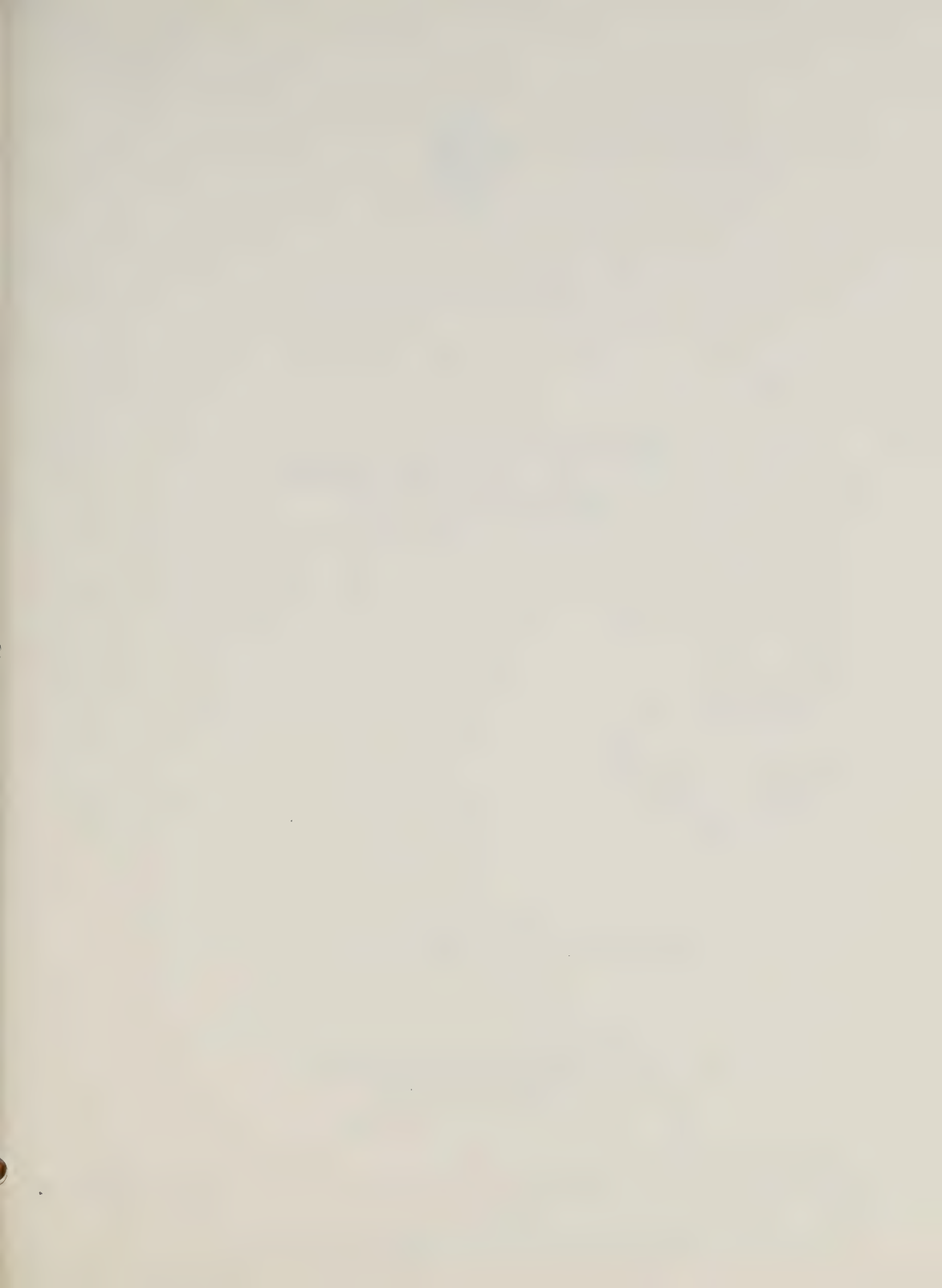
** Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100 - 119
	Fuels	120 - 129
	Non-Metal Mining	130 - 149
	Quarrying, Clay and Sand Pits	150 - 169
	Prospecting	170 - 199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200 - 229
Rubber Products	Rubber Products	236 - 239
Textile Products	Textile Products (except Clothing)	250 - 269
	Clothing (Textile and Fur)	270 - 279
Wood Products	Wood Products	280 - 289
Paper Products	Paper Products	290 - 299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300 - 309
Iron and Steel Products	Iron and Steel Products	310 - 329
	Transportation Equipment	330 - 339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340 - 349
Electrical Apparatus and Supplies	Electrical Apparatus and Supplies	350 - 359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360 - 369
Products of Petroleum and Coal	Products of Petroleum and Coal	370 - 379
Chemical Products	Chemical Products	380 - 389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390 - 399
	Tobacco and Tobacco Products	230 - 235
	Leather Products	240 - 249
Transportation, Storage and Communication	Transportation	500 - 519
	Storage	520 - 539
	Communication	540 - 599
Public Utility Operation ¹	Public Utility Operation ¹	600 - 699
Wholesale Trade	Trade: Wholesale Trade	700 - 729
Retail Trade	Trade: Retail Trade	730 - 799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800 - 899
Service	Community or Public Service	900 - 909
	Recreation Service	920 - 929
	Business Service	930 - 939
	Personal Service	940 - 949
Other Non-Manufacturing	Agriculture	000 - 079
	Forestry	080 - 089
	Fishing and Trapping	090 - 099
	Construction	400 - 499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.



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CORPORATION PROFITS

FIRST QUARTER, 1962



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CORPORATION PROFITS

FIRST QUARTER, 1962

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from

the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are based on figures supplied by reporting companies.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1960-62

	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Mining, Quarrying and Oil Wells.....	93	89	85	81	348	81	103	106	114	404	111
Manufacturing:											
Foods and Beverages.....	55	59	63	64	241	65	61	63	69	258	79
Rubber Products.....	4	4	4	6	18	6	6	6	5	23	4
Textile Products.....	14	14	11	14	53	15	15	15	20	65	17
Wood Products.....	26	17	17	12	72	16	18	24	17	75	23
Paper Products.....	63	60	63	62	248	63	67	71	74	275	81
Printing, Publishing and Allied Industries.....	14	14	15	14	57	13	15	15	18	61	15
Iron and Steel Products.....	109	92	78	71	350	58	92	89	106	345	90
Non-Ferrous Metal Products.....	6	6	7	7	26	6	9	6	9	30	8
Electrical Apparatus and Supplies.....	20	17	13	10	60	9	11	14	16	50	16
Non-Metallic Mineral Products.....	16	11	15	16	58	14	15	18	15	62	15
Products of Petroleum and Coal.....	30	29	25	20	104	23	29	31	26	109	34
Chemical Products.....	32	28	28	28	116	26	30	31	39	126	34
Other Manufacturing Industries ¹	16	13	15	15	59	15	15	15	14	59	15
Total.....	405	364	354	339	1,462	329	383	398	428	1,538	431
Transportation, Storage and Communication.....	74	63	59	61	257	53	63	75	71	262	63
Public Utility Operation.....	19	19	19	19	76	20	20	22	19	81	23
Wholesale Trade.....	61	50	47	52	210	45	52	54	62	213	56
Retail Trade.....	49	55	48	69	221	39	49	56	79	223	77
Finance, Insurance and Real Estate.....	124	120	132	124	500	125	120	137	139	521	132
Service.....	20	17	18	15	70	14	17	16	20	67	13
Other Non-Manufacturing ²	34	34	32	33	133	33	34	33	29	129	36
Total All Industries.....	879	811	794	793	3,277	739	841	897	961	3,438	942

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

Corporations Profits - First Quarter, 1962

Seasonally adjusted corporation profits before taxes, estimated at \$942 million for the first quarter of 1962, declined approximately 2 per cent from the 1961 fourth quarter estimate of \$961 million.

Profits of manufacturing industries rose fractionally, from \$428 million in the fourth quarter to \$431 million in the first quarter, with a number of divergent movements taking place within the sector. Profits rose by 35.3 per cent in the Wood Products group, by 30.8 per cent in the Petroleum and Coal group, by 14.5 per cent in the Foods and Beverages group, by 9.5 per cent in the Paper Products group and by 7.1 per cent in the Other Manufacturing group. Profits declined by 20.0 per cent in the Rubber Products group, by 16.7 per cent in the Printing and Publishing group, by 15.1 per cent in the Iron and Steel group, by 15.0 per cent in the Textile group,

by 12.8 per cent in the Chemical group and by 11.1 per cent in the Non-Ferrous Metals group.

The Non-Manufacturing sector showed an overall decline in profits of 4.1 per cent with all but two of the industry groups within the sector reflecting this decline. The most marked drop in profits occurred in the Service group which declined by 35.0 per cent. The Transportation, Storage and Communication group declined by 11.3 per cent, the Wholesale Trade group by 9.7 per cent, the Finance group by 5.0 per cent, the Mining group by 2.6 per cent and the Retail Trade group by 2.5 per cent. The two groups showing a rise in profits from the fourth quarter to the first quarter are the Other Non-Manufacturing group which increased by 24.1 per cent and the Public Utility group which increased by 21.1 per cent.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1960-62

	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Mining, Quarrying and Oil Wells	89	91	89	79	348	76	104	110	114	404	105
Manufacturing:											
Foods and Beverages	38	58	76	69	241	44	59	76	79	258	55
Rubber Products	2	5	5	6	18	3	7	6	7	23	2
Textile Products	14	13	11	15	53	15	14	16	20	65	17
Wood Products	19	22	20	11	72	11	24	26	14	75	18
Paper Products	49	68	65	66	248	48	76	74	77	275	62
Printing, Publishing and Allied Industries	12	19	12	14	57	11	20	12	18	61	13
Iron and Steel Products	99	114	69	68	350	52	113	79	101	345	80
Non-Ferrous Metal Products	5	7	8	6	26	5	10	7	8	30	6
Electrical Apparatus and Supplies	16	17	14	13	60	7	11	15	17	50	12
Non-Metallic Mineral Products	3	13	24	18	58	1	17	27	17	62	3
Products of Petroleum and Coal	28	22	27	27	104	21	21	33	34	109	31
Chemical Products	28	35	32	21	116	23	37	36	30	126	30
Other Manufacturing Industries ¹	15	12	19	13	59	14	13	20	12	59	14
Total	328	405	382	347	1,462	255	422	427	434	1,538	343
Transportation, Storage and Communication	47	67	82	61	257	34	65	102	61	262	40
Public Utility Operation	29	18	10	19	76	31	19	11	20	81	37
Wholesale Trade	43	53	57	57	210	31	53	63	66	213	37
Retail Trade	31	61	46	83	221	25	54	55	89	223	38
Finance, Insurance and Real Estate	131	135	130	104	500	130	134	134	123	521	138
Service	16	21	21	12	70	11	21	19	16	67	11
Other Non-Manufacturing ²	18	39	47	29	133	16	38	48	27	129	18
Total All Industries	732	890	864	791	3,277	609	910	969	950	3,438	767

See footnotes below.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1960-62

	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Mining, Quarrying and Oil Wells	54	55	55	48	212	45	61	65	75	246	63
Manufacturing:											
Foods and Beverages	17	29	39	35	120	19	28	39	41	127	27
Rubber Products	1	2	2	4	9	1	4	3	4	12	1
Textile Products	8	7	6	8	29	8	8	10	13	39	9
Wood Products	8	10	11	5	34	3	12	15	7	37	9
Paper Products	24	34	32	34	124	24	39	36	42	141	31
Printing, Publishing and Allied Industries	6	11	6	7	30	5	12	6	11	34	6
Iron and Steel Products	51	59	38	37	185	27	66	39	55	187	40
Non-Ferrous Metal Products	3	4	4	3	14	2	5	4	5	17	3
Electrical Apparatus and Supplies	8	9	6	6	29	2	6	7	8	23	4
Non-Metallic Mineral Products	- 1	6	14	10	29	- 2	10	16	8	32	1
Products of Petroleum and Coal	15	12	14	16	57	10	11	19	23	63	16
Chemical Products	13	18	17	10	58	11	18	18	16	63	15
Other Manufacturing Industries ¹	8	5	9	6	28	7	6	10	5	28	7
Total	161	207	198	180	746	118	225	222	238	803	169
Transportation, Storage and Communication	20	34	44	32	130	15	32	52	32	131	17
Public Utility Operation	16	9	5	9	39	16	10	6	12	44	19
Wholesale Trade	21	27	30	32	110	15	29	35	40	119	18
Retail Trade	12	38	25	40	115	7	30	30	52	119	20
Finance, Insurance and Real Estate	67	68	67	52	254	65	66	68	60	259	68
Service	9	13	13	5	40	5	12	11	10	38	5
Other Non-Manufacturing ²	10	20	24	15	69	9	20	25	15	69	10
Total All Industries	370	471	461	413	1,715	295	485	514	534	1,828	389

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1960-62

	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	1,217	1,413	1,401	1,318	5,349	1,090	1,425	1,515	1,499	5,529	1,271
Less: Capital Cost Allowance	485	523	537	527	2,072	481	515	546	549	2,091	504
Profits Before Taxes	732	890	864	791	3,277	609	910	969	950	3,438	767
Less: Income Tax Liabilities	362	419	403	378	1,562	314	425	455	416	1,610	378
Profits After Taxes	370	471	461	413	1,715	295	485	514	534	1,828	389

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-62

	Mining, Quarrying and Oil Wells										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	552	582	597	586	2,317	518	582	601	647	2,348	572
Net Earnings	139	145	151	136	571	122	155	167	174	618	147
Less: Capital Cost Allowance	50	54	62	57	223	46	51	57	60	214	42
Profits Before Taxes	89	91	89	79	348	76	104	110	114	404	105
Less: Income Tax Liabilities	35	36	34	31	136	31	43	45	39	158	42
Profits After Taxes	54	55	55	48	212	45	61	65	75	246	63
Depletion Charged	11	10	10	10	41	10	10	11	10	41	12
	Foods and Beverages										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	991	1,063	1,130	1,177	4,361	1,005	1,098	1,186	1,258	4,547	1,064
Net Earnings	58	79	97	92	326	65	82	99	103	349	78
Less: Capital Cost Allowance	20	21	21	23	85	21	23	23	24	91	23
Profits Before Taxes	38	58	76	69	241	44	59	76	79	258	55
Less: Income Tax Liabilities	21	29	37	34	121	25	31	37	38	131	28
Profits After Taxes	17	29	39	35	120	19	28	39	41	127	27
	Rubber Products										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	93	107	105	102	407	89	110	107	107	413	95
Net Earnings	5	8	9	8	30	6	11	10	9	36	5
Less: Capital Cost Allowance	3	3	4	2	12	3	4	4	2	13	3
Profits Before Taxes	2	5	5	6	18	3	7	6	7	23	2
Less: Income Tax Liabilities	1	3	3	2	9	2	3	3	3	11	1
Profits After Taxes	1	2	2	4	9	1	4	3	4	12	1

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-62 - Continued

	Textile Products										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	400	405	413	425	1,643	403	420	456	472	1,751	478
Net Earnings	22	21	19	23	85	22	22	24	28	96	25
Less: Capital Cost Allowance	8	8	8	8	32	7	8	8	8	31	8
Profits Before Taxes	14	13	11	15	53	15	14	16	20	65	17
Less: Income Tax Liabilities	6	6	5	7	24	7	6	6	7	26	8
Profits After Taxes	8	7	6	8	29	8	8	10	13	39	9
	Wood Products										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	414	466	482	470	1,832	388	483	514	513	1,898	411
Net Earnings	35	39	37	29	140	25	41	41	33	140	34
Less: Capital Cost Allowance	16	17	17	18	68	14	17	15	19	65	16
Profits Before Taxes	19	22	20	11	72	11	24	26	14	75	18
Less: Income Tax Liabilities	11	12	9	6	38	8	12	11	7	38	9
Profits After Taxes	8	10	11	5	34	3	12	15	7	37	9
Depletion Charged	2	2	1	2	7	1	2	2	2	7	1
	Paper Products										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	471	514	515	515	2,015	471	533	542	541	2,087	503
Net Earnings	75	95	92	93	355	74	102	102	105	383	88
Less: Capital Cost Allowance	26	27	27	27	107	26	26	28	28	108	26
Profits Before Taxes	49	68	65	66	248	48	76	74	77	275	62
Less: Income Tax Liabilities	25	34	33	32	124	24	37	38	35	134	31
Profits After Taxes	24	34	32	34	124	24	39	36	42	141	31
Depletion Charged	1	1	1	1	4	1	1	1	1	4	1
	Printing, Publishing and Allied Industries										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	202	213	201	223	839	207	219	210	229	865	221
Net Earnings	19	25	18	21	83	18	27	18	25	88	21
Less: Capital Cost Allowance	7	6	6	7	26	7	7	6	7	27	8
Profits Before Taxes	12	19	12	14	57	11	20	12	18	61	13
Less: Income Tax Liabilities	6	8	6	7	27	6	8	6	7	27	7
Profits After Taxes	6	11	6	7	30	5	12	6	11	34	6

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-62 - Continued

	Iron and Steel Products										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	1,453	1,574	1,315	1,434	5,776	1,230	1,522	1,404	1,536	5,692	1,428
Net Earnings	153	163	119	125	560	104	164	132	161	561	135
Less: Capital Cost Allowance	54	49	50	57	210	52	51	53	60	216	55
Profits Before Taxes	99	114	69	68	350	52	113	79	101	345	80
Less: Income Tax Liabilities	48	55	31	31	165	25	47	40	46	158	40
Profits After Taxes	51	59	38	37	185	27	66	39	55	187	40
	Non-Ferrous Metal Products										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	216	224	210	222	872	206	228	224	244	902	224
Net Earnings	24	32	23	18	97	19	25	21	21	86	20
Less: Capital Cost Allowance	19	25	15	12	71	14	15	14	13	56	14
Profits Before Taxes	5	7	8	6	26	5	10	7	8	30	6
Less: Income Tax Liabilities	2	3	4	3	12	2	5	3	3	13	3
Profits After Taxes	3	4	4	3	14	3	5	4	5	17	3
	Electrical Apparatus and Supplies										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	310	317	331	346	1,304	302	305	343	383	1,333	343
Net Earnings	24	24	21	21	90	15	18	22	25	80	20
Less: Capital Cost Allowance	8	7	7	8	30	8	7	7	8	30	8
Profits Before Taxes	16	17	14	13	60	7	11	15	17	50	12
Less: Income Tax Liabilities	8	8	8	7	31	5	5	8	9	27	8
Profits After Taxes	8	9	6	6	29	2	6	7	8	23	4
	Non-Metallic Mineral Products										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	139	170	203	180	692	130	178	209	182	699	136
Net Earnings	13	23	34	29	99	10	26	38	29	103	13
Less: Capital Cost Allowance	10	10	10	11	41	9	9	11	12	41	10
Profits Before Taxes	3	13	24	18	58	1	17	27	17	62	3
Less: Income Tax Liabilities	4	7	10	8	29	3	7	11	9	30	2
Profits After Taxes	- 1	6	14	10	29	- 2	10	16	8	32	1

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-62 - Continued

	Products of Petroleum and Coal										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	432	407	452	459	1,750	434	431	475	493	1,833	485
Net Earnings	54	49	53	50	206	46	46	60	58	210	56
Less: Capital Cost Allowance	26	27	26	23	102	25	25	27	24	101	25
Profits Before Taxes	28	22	27	27	104	21	21	33	34	109	31
Less: Income Tax Liabilities	13	10	13	11	47	11	10	14	11	46	15
Profits After Taxes	15	12	14	16	57	10	11	19	23	63	16
	Chemical Products										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	342	390	363	348	1,443	353	413	393	380	1,539	390
Net Earnings	46	54	50	40	190	42	56	56	50	204	49
Less: Capital Cost Allowance	18	19	18	19	74	19	19	20	20	78	19
Profits Before Taxes	28	35	32	21	116	23	37	36	30	126	30
Less: Income Tax Liabilities	15	17	15	11	58	12	19	18	14	63	15
Profits After Taxes	13	18	17	10	58	11	18	18	16	63	15
	Other Manufacturing Industries*										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	323	324	360	345	1,352	355	362	390	372	1,479	371
Net Earnings	21	19	27	21	88	20	20	28	21	89	21
Less: Capital Cost Allowance	6	7	8	8	29	6	7	8	9	30	7
Profits Before Taxes	15	12	19	13	59	14	13	20	12	59	14
Less: Income Tax Liabilities	7	7	10	7	31	7	7	10	7	31	7
Profits After Taxes	8	5	9	6	28	7	6	10	5	28	7
	Total - Manufacturing										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	5,786	6,174	6,080	6,246	24,286	5,573	6,302	6,453	6,710	25,038	6,149
Net Earnings	549	631	599	570	2,349	466	640	651	668	2,425	565
Less: Capital Cost Allowance	221	226	217	223	887	211	218	224	234	887	222
Profits Before Taxes	328	405	382	347	1,462	255	422	427	434	1,538	343
Less: Income Tax Liabilities	167	198	184	167	716	137	197	205	196	735	174
Profit After Taxes	161	207	198	180	746	118	225	222	238	803	169

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries Includes Tobacco and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-62 - Continued

	Transportation, Storage and Communication										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	651	728	745	810	2,934	638	770	769	879	3,056	729
Net Earnings	135	156	174	152	617	125	156	201	156	638	139
Less: Capital Cost Allowance	88	89	92	91	360	91	91	99	95	376	99
Profits Before Taxes	47	67	82	61	257	34	65	102	61	262	40
Less: Income Tax Liabilities	27	33	38	29	127	19	33	50	29	131	23
Profits After Taxes	20	34	44	32	130	15	32	52	32	131	17
	Public Utility Operation										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	180	141	124	159	604	194	154	132	172	652	218
Net Earnings	52	41	33	41	167	55	42	34	43	174	63
Less: Capital Cost Allowances	23	23	23	22	91	24	23	23	23	93	26
Profits Before Taxes	29	18	10	19	76	31	19	11	20	81	37
Less: Income Tax Liabilities	13	9	5	10	37	15	9	5	8	37	18
Profits After Taxes	16	9	5	9	39	16	10	6	12	44	19
	Wholesale Trade										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	2,575	2,914	2,899	2,906	11,294	2,548	3,003	2,989	3,003	11,543	2,653
Net Earnings	63	75	79	84	301	52	77	84	94	307	58
Less: Capital Cost Allowance	20	22	22	27	91	21	24	21	28	94	21
Profits Before Taxes	43	53	57	57	210	31	53	63	66	213	37
Less: Income Tax Liabilities	22	26	27	25	100	16	24	28	26	94	19
Profits After Taxes	21	27	30	32	110	15	29	35	40	119	18
	Retail Trade										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	2,295	2,661	2,384	2,631	9,971	2,281	2,672	2,463	2,807	10,223	2,469
Net Earnings	53	83	70	109	315	48	77	79	116	320	62
Less: Capital Cost Allowance	22	22	24	26	94	23	23	24	27	97	24
Profits Before Taxes	31	61	46	83	221	25	54	55	89	223	38
Less: Income Tax Liabilities	19	23	21	43	106	18	24	25	37	104	18
Profits After Taxes	12	38	25	40	115	7	30	30	52	119	20

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1960-62 - Concluded

	Finance, Insurance and Real Estate*										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	160	171	166	141	638	162	172	172	159	665	171
Less: Capital Cost Allowance	29	36	36	37	138	32	38	38	36	144	33
Profits Before Taxes	131	135	130	104	500	130	134	134	123	521	138
Less: Income Tax Liabilities	64	67	63	52	246	65	68	66	63	262	70
Profits After Taxes	67	68	67	52	254	65	66	68	60	259	68
	Service										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	34	39	40	31	144	28	38	38	36	140	29
Less: Capital Cost Allowance	18	18	19	19	74	17	17	19	20	73	18
Profits Before Taxes	16	21	21	12	70	11	21	19	16	67	11
Less: Income Tax Liabilities	7	8	8	7	30	6	9	8	6	29	6
Profits After Taxes	9	13	13	5	40	5	12	11	10	38	5
	Other Non-Manufacturing**										
	1960					1961					1962
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	32	72	89	54	247	32	68	89	53	242	36
Less: Capital Cost Allowance	14	33	42	25	114	16	30	41	26	113	18
Profits Before Taxes	18	39	47	29	133	16	38	48	27	129	18
Less: Income Tax Liabilities	8	19	23	14	64	7	18	23	12	60	8
Profits After Taxes	10	20	24	15	69	9	20	25	15	69	10

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* The Finance, Insurance and Real Estate group includes a Balance of Payments adjustment.

** Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100 - 119
	Fuels	120 - 129
	Non-Metal Mining	130 - 149
	Quarrying, Clay and Sand Pits	150 - 169
	Prospecting	170 - 199
Manufacturing:		
Foods and Beverages	Foods and Beverages	200 - 229
	Rubber Products	236 - 239
Textile Products	Textile Products (except Clothing)	250 - 269
	Clothing (Textile and Fur)	270 - 279
Wood Products	Wood Products	280 - 289
	Paper Products	290 - 299
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	300 - 309
Iron and Steel Products	Iron and Steel Products	310 - 329
	Transportation Equipment	330 - 339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340 - 349
	Electrical Apparatus and Supplies	350 - 359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360 - 369
Products of Petroleum and Coal	Products of Petroleum and Coal	370 - 379
Chemical Products	Chemical Products	380 - 389
Other Manufacturing Industries	Miscellaneous Manufacturing Industries	390 - 399
	Tobacco and Tobacco Products	230 - 235
	Leather Products	240 - 249
Transportation, Storage and Communication	Transportation	500 - 519
	Storage	520 - 539
	Communication	540 - 599
Public Utility Operation ¹	Public Utility Operation ¹	600 - 699
Wholesale Trade	Trade: Wholesale Trade	700 - 729
Retail Trade	Trade: Retail Trade	730 - 799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800 - 899
Service	Community or Public Service	900 - 909
	Recreation Service	920 - 929
	Business Service	930 - 939
	Personal Service	940 - 949
Other Non-Manufacturing	Agriculture	000 - 079
	Forestry	080 - 089
	Fishing and Trapping	090 - 099
	Construction	400 - 499

¹ Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

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QUARTERLY



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CORPORATION PROFITS
SECOND QUARTER, 1962



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CORPORATION PROFITS

SECOND QUARTER, 1962

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from

the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are based on figures supplied by reporting companies.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

NOTE

Commencing with the second quarter of 1962 the industrial classification used in this report is based on the classifications outlined in the revised Dominion Bureau of Statistics "Standard Industrial Classification Manual". This has resulted, for the time being, in the combining of the former Iron and Steel group and the Non-Ferrous Metal group into one new group entitled "Metal Industries".

It is proposed in the fourth quarter, 1962, publication to expand the industrial coverage of this report, particularly in the Metal Industries. Taxation Statistics, 1962, containing profits and related data for the taxation year 1960 for industries as outlined in the revised Standard Industrial Classification Manual will be released shortly and will provide a base upon which the corporation profit survey data can be projected.

On page 15 will be found an outline of the presently published industry groups and the corresponding Standard Industrial Classification groupings and code numbers.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1961-62

	1961					1962	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q
	millions of dollars						
Mines, Quarries and Oil Wells	81	103	106	114	404	111	127
Manufacturing Industries:							
Food and Beverage Industries	65	61	63	69	258	79	63
Rubber Industries	6	6	6	5	23	4	6
Textile Industries	15	15	15	20	65	17	18
Wood Industries	16	18	24	17	75	23	23
Paper and Allied Industries	63	67	71	74	275	81	76
Printing, Publishing and Allied Industries	13	15	15	18	61	15	18
Metal Industries (Including Transportation Equipment)	64	101	95	115	375	98	118
Electrical Products Industries	9	11	14	16	50	16	18
Non-Metallic Mineral Products Industries	14	15	18	15	62	15	19
Petroleum and Coal Products Industries	23	29	31	26	109	34	29
Chemical and Chemical Products Industries	26	30	31	39	126	34	34
Other Manufacturing Industries ¹	15	15	15	14	59	15	17
Totals	329	383	398	428	1,538	431	439
Transportation, Storage and Communication	53	63	75	71	262	63	67
Electric Power, Gas and Water Utilities	20	20	22	19	81	23	21
Wholesale Trade	45	52	54	62	213	56	51
Retail Trade	39	49	56	79	223	77	65
Finance, Insurance and Real Estate	125	120	137	139	521	132	144
Community, Business and Personal Service Industries	14	17	16	20	67	13	17
Other Non-Manufacturing ²	33	34	33	29	129	36	36
Total All Industries	739	841	897	961	3,438	942	967

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

Corporation Profits - Second Quarter, 1962

Corporation profits before taxes, seasonally adjusted, increased by 3 per cent from the first to the second quarters of 1962.

In total, the Manufacturing Industries showed an increase of about 2 per cent from the first quarter to the second quarter with the most marked rises occurring in the Rubber group which increased 50 per cent, the Non-Metallic Minerals group which increased 27 per cent, the Printing and Publishing group and the Metals group (a combination of the former Iron and Steel and Non-Ferrous Metals groups) both of which showed an increase of 20 per cent. A number of manufacturing industries showed a decline

in profits before taxes with the most sizeable drop occurring in the Food and Beverage Industries which decreased slightly in excess of 20 per cent.

The Non-Manufacturing sector showed an overall increase in profits before taxes from the first to the second quarter of about 3 per cent with a number of divergent movements occurring within this sector also. The Mines, Quarries and Oil Wells, the Transportation, Storage and Communication, the Finance, Insurance and Real Estate and the Service industry groups all showed an increase in profits while the Electric Power, Water and Gas, the Wholesale Trade and the Retail Trade groups showed declines in profits from the first to the second quarter.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1961-62

	1961				1962		6 mos. 1962	6 mos. 1961	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q			2 Q
	millions of dollars								
Mines, Quarries and Oil Wells	76	104	110	114	404	105	133	233	180
Manufacturing Industries:									
Food and Beverage Industries	44	59	76	79	258	55	59	114	103
Rubber Industries	3	7	6	7	23	2	7	9	10
Textile Industries	15	14	16	20	65	17	17	34	29
Wood Industries	11	24	26	14	75	18	29	47	35
Paper and Allied Industries	48	76	74	77	275	62	87	149	124
Printing, Publishing and Allied Industries	11	20	12	18	61	13	23	36	31
Metal Industries (including Transportation Equipment)	57	123	86	109	375	86	148	234	180
Electrical Products Industries	7	11	15	17	50	12	18	30	18
Non-Metallic Mineral Products Industries	1	17	27	17	62	3	21	24	18
Petroleum and Coal Products Industries	21	21	33	34	109	31	21	52	42
Chemical and Chemical Products Industries ..	23	37	36	30	126	30	42	72	60
Other Manufacturing Industries ¹	14	13	20	12	59	14	15	29	27
Totals	255	422	427	434	1,538	343	487	830	677
Transportation, Storage and Communication	34	65	102	61	262	40	69	109	99
Electric Power, Gas and Water Utilities	31	19	11	20	81	37	19	56	50
Wholesale Trade	31	53	63	66	213	37	50	87	84
Retail Trade	25	54	55	89	223	38	69	107	79
Finance, Insurance and Real Estate	130	134	134	123	521	138	161	299	264
Community, Business and Personal Service Indus- tries	11	21	19	16	67	11	23	34	32
Other Non-Manufacturing ²	16	38	48	27	129	18	40	58	54
Total All Industries	609	910	969	950	3,438	767	1,051	1,818	1,519

See footnotes below.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1961-62

	1961				1962		6 mos. 1962	6 mos. 1961	
	1 Q	2 Q	3 Q	4 Q	Total	1 Q			2 Q
	millions of dollars								
Mines, Quarries and Oil Wells	45	61	65	75	246	63	83	146	106
Manufacturing Industries:									
Food and Beverage Industries	19	28	39	41	127	27	27	54	47
Rubber Industries	1	4	3	4	12	1	4	5	5
Textile Industries	8	8	10	13	39	9	10	19	16
Wood Industries	3	12	15	7	37	9	15	24	15
Paper and Allied Industries	24	39	36	42	141	31	46	77	63
Printing, Publishing and Allied Industries	5	12	6	11	34	6	14	20	17
Metal Industries (including Transportation Equipment)	30	71	43	60	204	43	81	124	101
Electrical Products Industries	2	6	7	8	23	4	9	13	8
Non-Metallic Mineral Products Industries	2	10	16	8	32	1	14	15	8
Petroleum and Coal Products Industries	10	11	19	23	63	16	12	28	21
Chemical and Chemical Products Industries ..	11	18	18	16	63	15	21	36	29
Other Manufacturing Industries ¹	7	6	10	5	28	7	7	14	13
Totals	118	225	222	238	803	169	260	429	343
Transportation, Storage and Communication	15	32	52	32	131	17	37	54	47
Electric Power, Gas and Water Utilities	16	10	6	12	44	19	10	29	26
Wholesale Trade	15	29	35	40	119	18	28	46	44
Retail Trade	7	30	30	52	119	20	41	61	37
Finance, Insurance and Real Estate	65	66	68	60	259	68	83	151	131
Community, Business and Personal Service Indus- tries	5	12	11	10	38	5	14	19	17
Other Non-Manufacturing ²	9	20	25	15	69	10	22	32	29
Total All Industries	295	485	514	534	1,828	389	578	987	780

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1961 - 62

	1961					1962		6 mos. 1962	6 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Net Earnings	1,090	1,425	1,515	1,499	5,529	1,270	1,604	2,874	2,515
Less: Capital Cost Allowance	481	515	546	549	2,091	503	553	1,056	996
Profits Before Taxes	609	910	969	950	3,438	767	1,051	1,818	1,519
Less: Income Tax Liabilities	314	425	455	416	1,610	378	473	851	739
Profits After Taxes	295	485	514	534	1,828	389	578	967	780

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961 - 62

	Mines, Quarries and Oil Wells								
	1961					1962		6 mos. 1962	6 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	518	582	601	647	2,348	572	651	1,223	1,100
Net Earnings	122	155	167	174	618	147	180	327	277
Less: Capital Cost Allowance	46	51	57	60	214	42	47	89	97
Profits Before Taxes	76	104	110	114	404	105	133	238	180
Less: Income Tax Liabilities	31	43	45	39	158	42	50	92	74
Profits After Taxes	45	61	65	75	246	63	83	146	106
Depletion Charged	10	10	11	10	41	12	11	23	20
	Food and Beverage Industries								
	1961					1962		6 mos. 1962	6 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	1,005	1,098	1,186	1,258	4,547	1,064	1,187	2,251	2,103
Net Earnings	65	82	99	103	349	78	84	162	147
Less: Capital Cost Allowance	21	23	23	24	91	23	25	48	44
Profits Before Taxes	44	59	76	79	258	55	59	114	103
Less: Income Tax Liabilities	25	31	37	38	131	28	32	60	56
Profits After Taxes	19	28	39	41	127	27	27	54	47
	Rubber Industries								
	1961					1962		6 mos. 1962	6 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	89	110	107	107	413	95	128	223	199
Net Earnings	6	11	10	9	36	5	11	16	17
Less: Capital Cost Allowance	3	4	4	2	13	3	4	7	7
Profits Before Taxes	3	7	6	7	23	2	7	9	10
Less: Income Tax Liabilities	2	3	3	3	11	1	3	4	5
Profits After Taxes	1	4	3	4	12	1	4	5	5

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961-62 - Continued

	Textile Industries									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	403	420	456	472	1,751	478	470	948	823	
Net Earnings	22	22	24	28	96	25	25	50	44	
Less: Capital Cost Allowance	7	8	8	8	31	8	8	16	15	
Profits Before Taxes	15	14	16	20	65	17	17	34	29	
Less: Income Tax Liabilities	7	6	6	7	26	8	7	15	13	
Profits After Taxes	8	8	10	13	39	9	10	19	16	
	Wood Industries									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	388	483	514	513	1,898	411	513	924	871	
Net Earnings	25	41	41	33	140	34	48	82	66	
Less: Capital Cost Allowance	14	17	15	19	65	16	19	35	31	
Profits Before Taxes	11	24	26	14	75	18	29	47	35	
Less: Income Tax Liabilities	8	12	11	7	38	9	14	23	20	
Profits After Taxes	3	12	15	7	37	9	15	24	15	
Depletion Charged	1	2	2	2	7	1	2	3	3	
	Paper and Allied Industries									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	471	533	542	541	2,087	503	567	1,070	1,004	
Net Earnings	74	102	102	105	383	88	115	203	176	
Less: Capital Cost Allowance	26	26	28	28	108	26	28	54	52	
Profits Before Taxes	48	76	74	77	275	62	87	149	124	
Less: Income Tax Liabilities	24	37	38	35	134	31	41	72	61	
Profits After Taxes	24	39	36	42	141	31	46	77	63	
Depletion Charged	1	1	1	1	4	1	1	2	2	
	Printing, Publishing and Allied Industries									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	207	219	210	229	865	221	234	455	426	
Net Earnings	18	27	18	25	88	21	30	51	45	
Less: Capital Cost Allowance	7	7	6	7	27	8	7	15	14	
Profits Before Taxes	11	20	12	18	61	13	23	36	31	
Less: Income Tax Liabilities	6	8	6	7	27	7	9	16	14	
Profits After Taxes	5	12	6	11	34	6	14	20	17	

Note: 1. Depletion charges have not been deducted from profits.
2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961-62 - Continued

	Metal Industries (Incl. Transportation Equipment)									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	1,436	1,750	1,628	1,780	6,594	1,652	2,045	3,697	3,186	
Net Earnings	123	189	153	182	647	155	223	378	312	
Less: Capital Cost Allowance	66	66	67	73	272	69	75	144	132	
Profits Before Taxes	57	123	86	109	375	86	148	234	180	
Less: Income Tax Liabilities	27	52	43	49	171	43	67	110	79	
Profits After Taxes	30	71	43	60	204	43	81	124	101	
	Electrical Products Industries									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	302	305	343	383	1,333	343	371	714	607	
Net Earnings	15	18	22	25	80	20	25	45	33	
Less: Capital Cost Allowance	8	7	7	8	30	8	7	15	15	
Profits Before Taxes	7	11	15	17	50	12	18	30	18	
Less: Income Tax Liabilities	5	5	8	9	27	8	9	17	10	
Profits After Taxes	2	6	7	8	23	4	9	13	8	
	Non-Metallic Mineral Products Industries									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	130	178	209	182	699	136	198	334	308	
Net Earnings	10	26	38	29	103	13	30	43	36	
Less: Capital Cost Allowance	9	9	11	12	41	10	9	19	18	
Profits Before Taxes	1	17	27	17	62	3	21	24	18	
Less: Income Tax Liabilities	3	7	11	9	30	2	7	9	10	
Profits After Taxes	- 2	10	16	8	32	1	14	15	8	
	Petroleum and Coal Products Industries									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	434	431	475	493	1,833	485	463	948	865	
Net Earnings	46	46	60	58	210	56	47	103	92	
Less: Capital Cost Allowance	25	25	27	24	101	25	26	51	50	
Profits Before Taxes	21	21	33	34	109	31	21	52	42	
Less: Income Tax Liabilities	11	10	14	11	46	15	9	24	21	
Profits After Taxes	10	11	19	23	63	16	12	28	21	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961-62 - Continued

	Chemical and Chemical Products Industries									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	353	413	393	380	1,539	390	457	847	766	
Net Earnings	42	56	56	50	204	49	61	110	98	
Less: Capital Cost Allowance	19	19	20	20	78	19	19	38	38	
Profits Before Taxes	23	37	36	30	126	30	42	72	60	
Less: Income Tax Liabilities	12	19	18	14	63	15	21	36	31	
Profits After Taxes	11	18	18	16	63	15	21	36	29	
	Other Manufacturing Industries*									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	355	362	390	372	1,479	371	376	747	717	
Net Earnings	20	20	28	21	89	21	23	44	40	
Less: Capital Cost Allowance	6	7	8	9	30	7	8	15	13	
Profits Before Taxes	14	13	20	12	59	14	15	29	27	
Less: Income Tax Liabilities	7	7	10	7	31	7	8	15	14	
Profits After Taxes	7	6	10	5	28	7	7	14	13	
	Total - Manufacturing									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	5,573	6,302	6,453	6,710	25,038	6,149	7,009	13,158	11,875	
Net Earnings	466	640	651	668	2,425	565	722	1,287	1,106	
Less: Capital Cost Allowance	211	218	224	234	887	222	235	457	429	
Profits Before Taxes	255	422	427	434	1,538	343	487	830	677	
Less: Income Tax Liabilities	137	197	205	196	735	174	227	401	334	
Profits After Taxes	118	225	222	238	803	169	260	429	343	
	Transportation, Storage and Communication									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	638	770	769	879	3,056	729	794	1,523	1,408	
Net Earnings	125	156	201	156	638	139	174	313	281	
Less: Capital Cost Allowance	91	91	99	95	376	99	105	204	182	
Profits Before Taxes	34	65	102	61	262	40	69	109	99	
Less: Income Tax Liabilities	19	33	50	29	131	23	32	55	52	
Profits After Taxes	15	32	52	32	131	17	37	54	47	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Leather and Tobacco Products Industries in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961-62 - Continued

	Electric Power, Gas and Water Utilities									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	194	154	132	172	652	218	163	381	348	
Net Earnings	55	42	34	43	174	63	45	108	97	
Less: Capital Cost Allowance	24	23	23	23	93	26	26	52	47	
Profits Before Taxes	31	19	11	20	81	37	19	56	50	
Less: Income Tax Liabilities	15	9	5	8	37	18	9	27	24	
Profits After Taxes	16	10	6	12	44	19	10	29	26	
	Wholesale Trade									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	2,548	3,003	2,989	3,003	11,543	2,653	3,074	5,727	5,551	
Net Earnings	52	77	84	94	307	58	73	131	129	
Less: Capital Cost Allowance	21	24	21	28	94	21	23	44	45	
Profits Before Taxes	31	53	63	66	213	37	50	87	84	
Less: Income Tax Liabilities	16	24	28	26	94	19	22	41	40	
Profits After Taxes	15	29	35	40	119	18	28	46	44	
	Retail Trade									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	2,281	2,672	2,463	2,807	10,223	2,469	2,887	5,356	4,953	
Net Earnings	48	77	79	116	320	62	91	153	125	
Less: Capital Cost Allowance	23	23	24	27	97	24	22	46	46	
Profits Before Taxes	25	54	55	89	223	38	69	107	79	
Less: Income Tax Liabilities	18	24	25	37	104	18	28	46	42	
Profits After Taxes	7	30	30	52	119	20	41	61	37	
	Finance, Insurance and Real Estate*									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Net Earnings	162	172	172	159	665	171	208	379	334	
Less: Capital Cost Allowance	32	38	38	36	144	33	47	80	70	
Profits Before Taxes	130	134	134	123	521	138	161	299	264	
Less: Income Tax Liabilities	65	68	66	63	262	70	78	148	133	
Profits After Taxes	65	66	68	60	259	68	83	151	131	

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* The Finance, Insurance and Real Estate group includes a Balance of Payments adjustment.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961-62 - Concluded

	Community, Business and Personal Service Industries									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Net Earnings	28	38	38	36	140	29	41	70	66	
Less: Capital Cost Allowance	17	17	19	20	73	18	18	36	34	
Profits Before Taxes	11	21	19	16	67	11	23	34	32	
Less: Income Tax Liabilities	6	9	8	6	29	6	9	15	15	
Profits After Taxes	5	12	11	10	38	5	14	19	17	
	Other Non-Manufacturing*									
	1961					1962		6 mos. 1962	6 mos. 1961	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
	Net Earnings	32	68	89	53	242	36	70	106	100
Less: Capital Cost Allowance	16	30	41	26	113	18	30	48	46	
Profits Before Taxes	16	38	48	27	129	18	40	58	54	
Less: Income Tax Liabilities	7	18	23	12	60	8	18	26	25	
Profits After Taxes	9	20	25	15	69	10	22	32	29	

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the revised Standard Industrial Classification as printed in the Dominion Bureau of Statistics Publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.	
Mines, Quarries and Oil Wells	Metal Mines	051-059	
	Mineral Fuels	061-066	
	Non-Metal Mines except Coal Mines	071-079	
	Quarries and Sand Pits	083-087	
	Services incidental to Mining	092-099	
Manufacturing Industries:			
Food and Beverage Industries	Food and Beverage Industries	101-147	
Rubber Industries	Rubber Industries	161-169	
Textile Industries	Textile Industries	183-229	
	Knitting Mills	231-239	
	Clothing Industries	242-249	
	Wood Industries	251-259	
	Furniture and Fixture Industries	261-268	
Paper and Allied Industries	Paper and Allied Industries	271-274	
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	286-289	
Metal Industries (including Transportation Equipment)	Primary Metal Industries	291-298	
	Metal Fabricating Industries (except Machinery and Transportation Equipment Industries)	301-309	
	Machinery Industries (except Electrical Machinery)	311-318	
	Transportation Equipment Industries	321-329	
	Electrical Products Industries	331-339	
	Non-Metallic Mineral Products Industries	341-359	
	Petroleum and Coal Products Industries	365-369	
	Chemical and Chemical Products Industries	371-379	
	Other Manufacturing Industries	Tobacco Products Industries	151-153
		Leather Industries	172-179
Miscellaneous Manufacturing Industries		381-399	
Transportation, Storage and Communication	Transportation	501-506	
	Storage	524-527	
	Communication	543-548	
Electric Power, Gas and Water Utilities	Electric Power, Gas and Water Utilities	572-579	
Wholesale Trade	Wholesale Trade	602-629	
	Retail Trade	631-699	
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	702-737	
Community, Business and Personal Service Industries	Community, Business and Personal Service Industries	801-899	
Other Non-Manufacturing	Agriculture	001-021	
	Forestry	031-039	
	Fishing and Trapping	041-047	
	Construction Industry	404-421	

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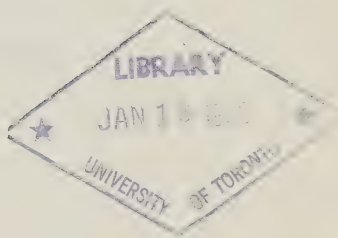
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CORPORATION PROFITS

THIRD QUARTER, 1962



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CORPORATION PROFITS

THIRD QUARTER, 1962

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from

the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are based on figures supplied by reporting companies.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

NOTE

The industrial classification used in this report is based on the classifications outlined in the revised Dominion Bureau of Statistics "Standard Industrial Classification Manual". This has resulted, for the time being, in the combining of the former Iron and Steel group and the Non-Ferrous Metal group into one new group entitled "Metal Industries". However, it is proposed, in the fourth quarter, 1962, publication, to expand the industrial coverage of this report, particularly in the Metal Industries.

On page 15 will be found an outline of the presently published industry groups and the corresponding Standard Industrial Classification groupings and code numbers.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1961-62

	1961					1962		
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q
	millions of dollars							
Mines, Quarries and Oil Wells	81	103	106	114	404	111	127	106
Manufacturing Industries:								
Food and Beverage Industries	65	61	63	69	258	79	63	68
Rubber Industries	6	6	6	5	23	4	6	5
Textile Industries	15	15	15	20	65	17	18	16
Wood Industries	16	18	24	17	75	23	23	26
Paper and Allied Industries	63	67	71	74	275	81	76	80
Printing, Publishing and Allied Industries	13	15	15	18	61	15	18	16
Metal Industries (Including Transportation Equipment)	64	101	95	115	375	98	118	133
Electrical Products Industries	9	11	14	16	50	16	18	19
Non-Metallic Mineral Products Industries	14	15	18	15	62	15	19	24
Petroleum and Coal Products Industries	23	29	31	26	109	34	29	26
Chemical and Chemical Products Industries	26	30	31	39	126	34	34	38
Other Manufacturing Industries ¹	15	15	15	14	59	15	17	16
Totals	329	383	398	428	1,538	431	439	467
Transportation, Storage and Communication	53	63	75	71	262	63	67	73
Electric Power, Gas and Water Utilities	20	20	22	19	81	23	21	22
Wholesale Trade	45	52	54	62	213	56	51	51
Retail Trade	39	49	56	79	223	77	65	57
Finance, Insurance and Real Estate	125	120	137	139	521	132	144	130
Community, Business and Personal Service Industries ..	14	17	16	20	67	13	17	18
Other Non-Manufacturing ²	33	34	33	29	129	36	36	33
Total All Industries	739	841	897	961	3,438	942	967	957

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

CORPORATION PROFITS - THIRD QUARTER, 1962

Seasonally adjusted profits before taxes of Canadian corporations decreased slightly from the second quarter to the third quarter of 1962, from \$967 million to \$957 million.

While this decline is reflected in some of the Manufacturing industries, the sector, as a whole, showed an overall increase in profits before taxes of some 6 per cent, rising from an estimated \$439 million in the second quarter to \$467 million in the third quarter. Increases occurred in the Food and Beverage industries which rose 8 per cent, the Wood industries which rose 13 per cent, the Paper industries which rose 5 per cent, the Metal industries which rose 13 per cent, the Electrical Products industries which rose 5 per cent, the Non-Metallic Mineral industries which rose 26 per cent and the Chemical industries which rose 12 per cent. De-

clines occurred in the Rubber, the Textile, the Printing and Publishing, the Petroleum and Coal and the Other Manufacturing industries.

Profits before taxes in the Non-Manufacturing sector declined by approximately 7 per cent from an estimated \$528 million in the second quarter to \$490 million in the third quarter with the most marked decline occurring in the Mines, Quarries and Oil Wells group. Declines occurred also in the Retail Trade, the Finance Insurance and Real Estate and the Other Non-Manufacturing groups. The Transportation, Storage and Communication, the Electric Power, Gas and Water, the Services and the Other Non-Manufacturing groups showed increases in profits while the Wholesale Trade group remained unchanged from the second to the third quarter.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1961-62

	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Mines, Quarries and Oil Wells	76	104	110	114	404	105	133	111	349	290
Manufacturing Industries:										
Food and Beverage Industries	44	59	76	79	258	55	59	80	194	179
Rubber Industries	3	7	6	7	23	2	7	6	15	16
Textile Industries	15	14	16	20	65	17	17	16	50	45
Wood Industries	11	24	26	14	75	18	29	30	77	61
Paper and Allied Industries	48	76	74	77	275	62	87	84	233	198
Printing, Publishing and Allied Industries	11	20	12	18	61	13	23	13	49	43
Metal Industries (including Transportation Equipment)	57	123	86	109	375	86	148	117	351	266
Electrical Products Industries	7	11	15	17	50	12	18	21	51	33
Non-Metallic Mineral Products Industries	1	17	27	17	62	3	21	34	58	45
Petroleum and Coal Products Industries	21	21	33	34	109	31	21	28	80	75
Chemical and Chemical Products Industries	23	37	36	30	126	30	42	42	114	96
Other Manufacturing Industries ¹	14	13	20	12	59	14	15	22	51	47
Totals	255	422	427	434	1,538	343	487	493	1,323	1,104
Transportation, Storage and Communication	34	65	102	61	262	40	69	99	208	201
Electric Power, Gas and Water Utilities	31	19	11	20	81	37	19	10	66	61
Wholesale Trade	31	53	63	66	213	37	50	57	144	147
Retail Trade	25	54	55	89	223	38	69	51	158	134
Finance, Insurance and Real Estate	130	134	134	123	521	138	161	126	425	398
Community, Business and Personal Service Indus- tries	11	21	19	16	67	11	23	21	55	51
Other Non-Manufacturing ²	16	38	48	27	129	18	40	49	107	102
Total All Industries	609	910	969	950	3,438	767	1,051	1,017	2,835	2,488

See footnotes below.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1961-62

	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Mines, Quarries and Oil Wells	45	61	65	75	246	63	83	75	221	171
Manufacturing Industries:										
Food and Beverage Industries	19	28	39	41	127	27	27	40	94	86
Rubber Industries	1	4	3	4	12	1	4	3	8	8
Textile Industries	8	8	10	13	39	9	10	10	29	26
Wood Industries	3	12	15	7	37	9	15	16	40	30
Paper and Allied Industries	24	39	36	42	141	31	46	44	121	99
Printing, Publishing and Allied Industries	5	12	6	11	34	6	14	7	27	23
Metal Industries (including Transportation Equipment)	30	71	43	60	204	43	81	63	187	144
Electrical Products Industries	2	6	7	8	23	4	9	9	22	15
Non-Metallic Mineral Products Industries	- 2	10	16	8	32	1	14	22	37	24
Petroleum and Coal Products Industries	10	11	19	23	63	16	12	16	44	40
Chemical and Chemical Products Industries	11	18	18	16	63	15	21	21	57	47
Other Manufacturing Industries ¹	7	6	10	5	28	7	7	11	25	23
Totals	118	225	222	238	803	169	260	262	691	565
Transportation, Storage and Communication	15	32	52	32	131	17	37	52	106	99
Electric Power, Gas and Water Utilities	16	10	6	12	44	19	10	5	34	32
Wholesale Trade	15	29	35	40	119	18	28	34	80	79
Retail Trade	7	30	30	52	119	20	41	28	89	67
Finance, Insurance and Real Estate	65	66	68	60	259	68	83	64	215	199
Community, Business and Personal Service Indus- tries	5	12	11	10	38	5	14	14	33	28
Other Non-Manufacturing ²	9	20	25	15	69	10	22	26	58	54
Total All Industries	295	485	514	534	1,828	389	578	560	1,527	1,294

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1961 - 62

	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Net Earnings	1,090	1,425	1,515	1,499	5,529	1,270	1,604	1,597	4,471	4,030
Less: Capital Cost Allowance	481	515	546	549	2,091	503	553	580	1,636	1,542
Profits Before Taxes	609	910	969	950	3,438	767	1,051	1,017	2,835	2,488
Less: Income Tax Liabilities	314	425	455	416	1,610	378	473	457	1,308	1,194
Profits After Taxes	295	485	514	534	1,828	389	578	560	1,527	1,294

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961 - 62

	Mines, Quarries and Oil Wells									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	518	582	601	647	2,348	572	651	618	1,841	1,701
Net Earnings	122	155	167	174	618	147	180	162	489	444
Less: Capital Cost Allowance	46	51	57	60	214	42	47	51	140	154
Profits Before Taxes	76	104	110	114	404	105	133	111	349	290
Less: Income Tax Liabilities	31	43	45	39	158	42	50	36	128	119
Profits After Taxes	45	61	65	75	246	63	83	75	221	171
Depletion Charged	10	10	11	10	41	12	11	10	33	31
	Food and Beverage Industries									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	1,005	1,098	1,186	1,258	4,547	1,064	1,187	1,239	3,490	3,289
Net Earnings	65	82	99	103	349	78	84	103	265	246
Less: Capital Cost Allowance	21	23	23	24	91	23	25	23	71	67
Profits Before Taxes	44	59	76	79	258	55	59	80	194	179
Less: Income Tax Liabilities	25	31	37	38	131	28	32	40	100	93
Profits After Taxes	19	28	39	41	127	27	27	40	94	86
	Rubber Industries									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	89	110	107	107	413	95	128	120	343	306
Net Earnings	6	11	10	9	36	5	11	10	26	27
Less: Capital Cost Allowance	3	4	4	2	13	3	4	4	11	11
Profits Before Taxes	3	7	6	7	23	2	7	6	15	16
Less: Income Tax Liabilities	2	3	3	3	11	1	3	3	7	8
Profits After Taxes	1	4	3	4	12	1	4	3	8	8

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961 - 62 - Continued

	Textile Industries									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	403	420	456	472	1,751	478	470	498	1,446	1,279
Net Earnings	22	22	24	28	96	25	25	25	75	68
Less: Capital Cost Allowance	7	8	8	8	31	8	8	9	25	23
Profits Before Taxes	15	14	16	20	65	17	17	16	50	45
Less: Income Tax Liabilities	7	6	6	7	26	8	7	6	21	19
Profits After Taxes	8	8	10	13	39	9	10	10	29	26
	Wood Industries									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	388	483	514	513	1,898	411	513	542	1,466	1,385
Net Earnings	25	41	41	33	140	34	48	46	128	107
Less: Capital Cost Allowance	14	17	15	19	65	16	19	16	51	46
Profits Before Taxes	11	24	26	14	75	18	29	30	77	61
Less: Income Tax Liabilities	8	12	11	7	38	9	14	14	37	31
Profits After Taxes	3	12	15	7	37	9	15	16	40	30
Depletion Charged	1	2	2	2	7	1	2	2	5	5
	Paper and Allied Industries									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	471	533	542	541	2,087	503	567	576	1,646	1,546
Net Earnings	74	102	102	105	383	88	115	113	316	278
Less: Capital Cost Allowance	26	26	28	28	108	26	28	29	83	80
Profits Before Taxes	48	76	74	77	275	62	87	84	233	198
Less: Income Tax Liabilities	24	37	38	35	134	31	41	40	112	99
Profits After Taxes	24	39	36	42	141	31	46	44	121	99
Depletion Charged	1	1	1	1	4	1	1	1	3	3
	Printing, Publishing and Allied Industries									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	207	219	210	229	865	221	234	216	671	636
Net Earnings	18	27	18	25	88	21	30	19	70	63
Less: Capital Cost Allowance	7	7	6	7	27	8	7	6	21	20
Profits Before Taxes	11	20	12	18	61	13	23	13	49	43
Less: Income Tax Liabilities	6	8	6	7	27	7	9	6	22	20
Profits After Taxes	5	12	6	11	34	6	14	7	27	23

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961-62 - Continued

	Metal Industries (Incl. Transportation Equipment)									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	1,436	1,750	1,628	1,780	6,594	1,652	2,045	1,801	5,498	4,814
Net Earnings	123	189	153	182	647	155	223	196	574	465
Less: Capital Cost Allowance	66	66	67	73	272	69	75	79	223	199
Profits Before Taxes	57	123	86	109	375	86	148	117	351	266
Less: Income Tax Liabilities	27	52	43	49	171	43	67	54	164	122
Profits After Taxes	30	71	43	60	204	43	81	63	187	144
	Electrical Products Industries									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	302	305	343	383	1,333	343	371	383	1,097	950
Net Earnings	15	18	22	25	80	20	25	29	74	55
Less: Capital Cost Allowance	8	7	7	8	30	8	7	8	23	22
Profits Before Taxes	7	11	15	17	50	12	18	21	51	33
Less: Income Tax Liabilities	5	5	8	9	27	8	9	12	29	18
Profits After Taxes	2	6	7	8	23	4	9	9	22	15
	Non-Metallic Mineral Products Industries									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	130	178	209	182	699	136	198	233	567	517
Net Earnings	10	26	38	29	103	13	30	44	87	74
Less: Capital Cost Allowance	9	9	11	12	41	10	9	10	29	29
Profits Before Taxes	1	17	27	17	62	3	21	34	58	45
Less: Income Tax Liabilities	3	7	11	9	30	2	7	12	21	21
Profits After Taxes	- 2	10	16	8	32	1	14	22	37	24
	Petroleum and Coal Products Industries									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	434	431	475	493	1,833	485	463	513	1,461	1,340
Net Earnings	46	46	60	58	210	56	47	57	160	152
Less: Capital Cost Allowance	25	25	27	24	101	25	26	29	80	77
Profits Before Taxes	21	21	33	34	109	31	21	28	80	75
Less: Income Tax Liabilities	11	10	14	11	46	15	9	12	36	35
Profits After Taxes	10	11	19	23	63	16	12	16	44	40

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961-62 - Continued

	Chemical and Chemical Products Industries									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	353	413	393	380	1,539	390	457	415	1,262	1,159
Net Earnings	42	56	56	50	204	49	61	60	170	154
Less: Capital Cost Allowance	19	19	20	20	78	19	19	18	56	58
Profits Before Taxes	23	37	36	30	126	30	42	42	114	96
Less: Income Tax Liabilities	12	19	18	14	63	15	21	21	57	49
Profits After Taxes	11	18	18	16	63	15	21	21	57	47
	Other Manufacturing Industries*									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	355	362	390	372	1,479	371	376	422	1,169	1,107
Net Earnings	20	20	28	21	89	21	23	32	76	68
Less: Capital Cost Allowance	6	7	8	9	30	7	8	10	25	21
Profits Before Taxes	14	13	20	12	59	14	15	22	51	47
Less: Income Tax Liabilities	7	7	10	7	31	7	8	11	26	24
Profits After Taxes	7	6	10	5	28	7	7	11	25	23
	Total - Manufacturing									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	5,573	6,302	6,453	6,710	25,038	6,149	7,009	6,958	20,116	18,328
Net Earnings	466	640	651	668	2,425	565	722	734	2,021	1,757
Less: Capital Cost Allowance	211	218	224	234	887	222	235	241	698	653
Profits Before Taxes	255	422	427	434	1,538	343	487	493	1,323	1,104
Less: Income Tax Liabilities	137	197	205	196	735	174	227	231	632	539
Profits After Taxes	118	225	222	238	803	169	260	262	691	565
	Transportation, Storage and Communication									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	638	770	769	879	3,056	729	794	783	2,306	2,177
Net Earnings	125	156	201	156	638	139	174	207	520	482
Less: Capital Cost Allowance	91	91	99	95	376	99	105	108	312	281
Profits Before Taxes	34	65	102	61	262	40	69	99	208	201
Less: Income Tax Liabilities	19	33	50	29	131	23	32	47	102	102
Profits After Taxes	15	32	52	32	131	17	37	52	106	99

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Leather and Tobacco Products Industries in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961 - 62 - Continued

	Electric Power, Gas and Water Utilities									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	194	154	132	172	652	218	163	143	524	480
Net Earnings	55	42	34	43	174	63	45	36	144	131
Less: Capital Cost Allowance	24	23	23	23	93	26	26	26	78	70
Profits Before Taxes	31	19	11	20	81	37	19	10	66	61
Less: Income Tax Liabilities	15	9	5	8	37	18	9	5	32	29
Profits After Taxes	16	10	6	12	44	19	10	5	34	32
	Wholesale Trade									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	2,548	3,003	2,989	3,003	11,543	2,653	3,074	3,085	8,812	8,540
Net Earnings	52	77	84	94	307	58	73	79	210	213
Less: Capital Cost Allowance	21	24	21	28	94	21	23	22	66	66
Profits Before Taxes	31	53	63	66	213	37	50	57	144	147
Less: Income Tax Liabilities	16	24	28	26	94	19	22	23	64	68
Profits After Taxes	15	29	35	40	119	18	28	34	80	79
	Retail Trade									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Sales	2,281	2,672	2,463	2,807	10,223	2,469	2,887	2,546	7,902	7,416
Net Earnings	48	77	79	116	320	62	91	78	231	204
Less: Capital Cost Allowance	23	23	24	27	97	24	22	27	73	70
Profits Before Taxes	25	54	55	89	223	38	69	51	158	134
Less: Income Tax Liabilities	18	24	25	37	104	18	28	23	69	67
Profits After Taxes	7	30	30	52	119	20	41	28	89	67
	Finance, Insurance and Real Estate*									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Net Earnings	162	172	172	159	665	171	208	168	547	506
Less: Capital Cost Allowance	32	38	38	36	144	33	47	42	122	108
Profits Before Taxes	130	134	134	123	521	138	161	126	425	398
Less: Income Tax Liabilities	65	68	66	63	262	70	78	62	210	199
Profits After Taxes	65	66	68	60	259	68	83	64	215	199

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* The Finance, Insurance and Real Estate group includes a Balance of Payments adjustment.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961-62 - Concluded

	Community, Business and Personal Service Industries									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
	millions of dollars									
Net Earnings	28	38	38	36	140	29	41	44	114	104
Less: Capital Cost Allowance	17	17	19	20	73	18	18	23	59	53
Profits Before Taxes	11	21	19	16	67	11	23	21	55	51
Less: Income Tax Liabilities	6	9	8	6	29	6	9	7	22	23
Profits After Taxes	5	12	11	10	38	5	14	14	33	28
	Other Non-Manufacturing*									
	1961					1962			9 mos. 1962	9 mos. 1961
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q		
		millions of dollars								
Net Earnings	32	68	89	53	242	36	70	89	195	189
Less: Capital Cost Allowance	16	30	41	26	113	18	30	40	88	87
Profits Before Taxes	16	38	48	27	129	18	40	49	107	102
Less: Income Tax Liabilities	7	18	23	12	60	8	18	23	49	48
Profits After Taxes	9	20	25	15	69	10	22	26	58	54

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the revised Standard Industrial Classification as printed in the Dominion Bureau of Statistics Publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.	
Mines, Quarries and Oil Wells	Metal Mines	051-059	
	Mineral Fuels	061-066	
	Non-Metal Mines except Coal Mines	071-079	
	Quarries and Sand Pits	083-087	
	Services incidental to Mining	092-099	
Manufacturing Industries:			
Food and Beverage Industries	Food and Beverage Industries	101-147	
Rubber Industries	Rubber Industries	161-169	
Textile Industries	Textile Industries	183-229	
	Knitting Mills	231-239	
	Clothing Industries	242-249	
Wood Industries	Wood Industries	251-259	
	Furniture and Fixture Industries	261-268	
Paper and Allied Industries	Paper and Allied Industries	271-274	
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	286-289	
Metal Industries (including Transportation Equipment)	Primary Metal Industries	291-298	
	Metal Fabricating Industries (except Machinery and Transportation Equipment Industries)	301-309	
	Machinery Industries (except Electrical Machinery)	311-318	
	Transportation Equipment Industries	321-329	
	Electrical Products Industries	Electrical Products Industries	331-339
	Non-Metallic Mineral Products Industries	Non-Metallic Mineral Products Industries	341-359
	Petroleum and Coal Products Industries	Petroleum and Coal Products Industries	365-369
	Chemical and Chemical Products Industries	Chemical and Chemical Products Industries	371-379
	Other Manufacturing Industries	Tobacco Products Industries	151-153
		Leather Industries	172-179
Transportation, Storage and Communication	Miscellaneous Manufacturing Industries	381-399	
	Transportation	501-506	
	Storage	524-527	
Electric Power, Gas and Water Utilities	Communication	543-548	
	Electric Power, Gas and Water Utilities	572-579	
Wholesale Trade	Wholesale Trade	602-629	
Retail Trade	Retail Trade	631-699	
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	702-737	
Community, Business and Personal Service Industries	Community, Business and Personal Service Industries	801-899	
Other Non-Manufacturing	Agriculture	001-021	
	Forestry	031-039	
	Fishing and Trapping	041-047	
	Construction Industry	404-421	

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CORPORATION PROFITS

FOURTH QUARTER, 1962



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CORPORATION PROFITS

FOURTH QUARTER, 1962

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies. Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from

the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net earnings as used in this report are the total earnings, exclusive of **Canadian** dividends received, after all current charges except depletion, capital cost allowance, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are based on figures supplied by reporting companies.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

NOTE

The industrial classification used in this report is based on the classifications outlined in the revised Dominion Bureau of Statistics "Standard Industrial Classification Manual". This has resulted, for the time being, in the combining of the former Iron and Steel group and the Non-Ferrous Metal group into one new group entitled "Metal Industries".

On page 15 will be found an outline of the presently published industry groups and the corresponding Standard Industrial Classification groupings and code numbers.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1961-62

	1961					1962				
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total
	millions of dollars									
Mines, Quarries and Oil Wells	81	103	106	114	404	112	128	107	114	461
Manufacturing Industries:										
Food and Beverage Industries	65	61	63	69	258	77	62	67	69	275
Rubber Industries	6	6	6	5	23	4	6	5	8	23
Textile Industries	15	15	15	20	65	17	18	16	20	71
Wood Industries	16	18	24	17	75	22	22	26	20	90
Paper and Allied Industries	63	67	71	74	275	81	76	80	64	301
Printing, Publishing and Allied Industries	13	15	15	18	61	15	18	15	17	65
Metal Industries (Including Transportation Equipment)	64	101	95	115	375	98	118	133	136	485
Non-Metallic Mineral Products Industries	9	11	14	16	50	17	19	19	25	80
Petroleum and Coal Products Industries	14	15	18	15	62	16	19	22	25	82
Chemical and Chemical Products Industries	23	29	31	26	109	33	29	25	27	114
Other Manufacturing Industries ¹	26	30	31	39	126	34	34	37	35	140
Totals	15	15	15	14	59	15	17	16	19	67
Totals	329	383	398	428	1,538	429	438	461	465	1,793
Transportation, Storage and Communication	53	63	75	71	262	63	67	73	75	278
Electric Power, Gas and Water Utilities	20	20	22	19	81	23	21	22	19	85
Wholesale Trade	45	52	54	62	213	53	50	48	60	211
Retail Trade	39	49	56	79	223	68	65	56	73	262
Finance, Insurance and Real Estate	125	120	137	139	521	132	142	129	130	533
Community, Business and Personal Service Industries	14	17	16	20	67	13	18	19	21	71
Other Non-Manufacturing ²	33	34	33	29	129	36	36	32	30	134
Totals, All Industries	739	841	897	961	3,438	929	965	947	987	3,828

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

CORPORATION PROFITS—FOURTH QUARTER, 1962

Corporation profits before taxes for the year 1962 increased an estimated 11.3 per cent to \$3,828 million from \$3,438 million in 1961.

The Manufacturing industries, with the exception of the Rubber industries which remained at the 1961 level of \$23 million, shared in this favourable profit situation. The Food and Beverage industries increased an estimated \$17 million, or 7 per cent, from \$258 million to \$275 million; the Textile industries increased \$6 million, or 9 per cent, from \$65 million to \$71 million; the Wood industries increased \$15 million, or 20 per cent, from \$75 million to \$90 million; the Paper industries increased \$26 million, or 9 per cent, from \$275 million to \$301 million; the Printing and Publishing industries increased \$4 million, or 7 per cent, from \$61 million to \$65 million; the Metal industries, which include Transportation Equipment as well as the formerly published Non-Ferrous group, increased \$110 million, or 29 per cent, from \$375 million to \$485 million; the Electrical Products industries increased \$30 million, or 60 per cent, from \$50 million to \$80 million; the Non-Metallic industries increased \$20 million, or 32 per cent, from \$62 million to \$82 million; the Petroleum and Coal industries increased \$5 million, or 5 per cent, from \$109 million to \$114 million; the Chemical industries increased \$14 million, or 11 per cent, from \$126 million to \$140 million and the Other Manufac-

turing industries, which include the Tobacco, the Leather and the Miscellaneous Manufacturing industries, increased an estimated \$8 million, or 13 per cent, from \$59 million to \$67 million.

Mines, Quarries and Oil Wells showed a substantial increase in profits, rising from \$404 million in 1961 to \$461 million in 1962, a gain of 14 per cent. Transportation, Storage and Communication increased \$16 million, or 6 per cent, from \$262 million to \$278 million; Utilities increased \$4 million, or 5 per cent, from \$81 million to \$85 million; Retail Trade increased \$39 million, or 17 per cent, from \$223 million to \$262 million; Finance, Insurance and Real Estate increased \$12 million, or 2 per cent, from \$521 million to \$533 million; the Service industries increased \$4 million, or 6 per cent, from \$67 million to \$71 million and the Other Non-Manufacturing industries (Agriculture, Forestry, Fishing and Construction) increased \$5 million, or 4 per cent, from \$129 million to \$134 million.

The only industrial group which showed a decrease in profits from 1961 to 1962 was Wholesale Trade which dropped by less than half of one per cent to \$211 million from \$213 million.

Fourth quarter, 1962, profits before taxes rose by about 4 per cent to \$987 million from the estimated \$947 million for the third quarter of 1962.

TABLE 2. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1961-62

	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Mines, Quarries and Oil Wells	76	104	110	114	404	105	133	111	112	461
Manufacturing Industries:										
Food and Beverage Industries	44	59	76	79	258	55	59	80	81	275
Rubber Industries	3	7	6	7	23	2	7	6	8	23
Textile Industries	15	14	16	20	65	17	17	16	21	71
Wood Industries	11	24	26	14	75	18	29	30	13	90
Paper and Allied Industries	48	76	74	77	275	62	87	84	68	301
Printing, Publishing and Allied Industries	11	20	12	18	61	13	23	13	16	65
Metal Industries (including Transportation Equipment)	57	123	86	109	375	86	148	117	134	485
Electrical Products Industries	7	11	15	17	50	12	18	21	29	80
Non-Metallic Mineral Products Industries	1	17	27	17	62	3	21	34	24	82
Petroleum and Coal Products Industries	21	21	33	34	109	31	21	28	34	114
Chemical and Chemical Products Industries	23	37	36	30	126	30	42	42	26	140
Other Manufacturing Industries ¹	14	13	20	12	59	14	15	22	16	67
Totals	255	422	427	434	1,538	343	487	493	470	1,793
Transportation, Storage and Communication	34	65	102	61	262	40	69	99	70	278
Electric Power, Gas and Water Utilities	31	19	11	20	81	37	19	10	19	85
Wholesale Trade	31	53	63	66	213	37	50	57	67	211
Retail Trade	25	54	55	89	223	38	69	51	104	262
Finance, Insurance and Real Estate	130	134	134	123	521	138	161	126	108	533
Community, Business and Personal Service Industries	11	21	19	16	67	11	23	21	16	71
Other Non-Manufacturing ²	16	38	48	27	129	18	40	49	27	134
Totals, All Industries*	609	910	969	950	3,438	767	1,051	1,017	993	3,828

See footnotes below.

TABLE 3. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1961-62

	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Mines, Quarries and Oil Wells	45	61	65	75	246	63	83	75	73	294
Manufacturing Industries:										
Food and Beverage Industries	19	28	39	41	127	27	27	40	42	136
Rubber Industries	1	4	3	4	12	1	4	3	4	12
Textile Industries	8	8	10	13	39	9	10	10	13	42
Wood Industries	3	12	15	7	37	9	15	16	7	47
Paper and Allied Industries	24	39	36	42	141	31	46	44	33	154
Printing, Publishing and Allied Industries	5	12	6	11	34	6	14	7	9	36
Metal Industries (including Transportation Equipment)	30	71	43	60	204	43	81	63	72	259
Electrical Products Industries	2	6	7	8	23	4	9	9	16	38
Non-Metallic Mineral Products Industries	- 2	10	16	8	32	1	14	22	14	51
Petroleum and Coal Products Industries	10	11	19	23	63	16	12	16	23	67
Chemical and Chemical Products Industries	11	18	18	16	63	15	21	21	13	70
Other Manufacturing Industries ¹	7	6	10	5	28	7	7	11	8	33
Totals	118	225	222	238	803	169	260	262	254	945
Transportation, Storage and Communication	15	32	52	32	131	17	37	52	38	144
Electric Power, Gas and Water Utilities	16	10	6	12	44	19	10	5	10	44
Wholesale Trade	15	29	35	40	119	18	28	34	38	118
Retail Trade	7	30	30	52	119	20	41	28	59	148
Finance, Insurance and Real Estate	65	66	68	60	259	68	83	64	51	266
Community, Business and Personal Service Industries	5	12	11	10	38	5	14	14	10	43
Other Non-Manufacturing ²	9	20	25	15	69	10	22	26	15	73
Totals, All Industries	295	485	514	534	1,828	389	578	560	548	2,075

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.² Includes Agriculture, Forestry, Fishing and Construction.

* Corporation profits before taxes for the years 1959 onwards as published in "Corporation Profits" differ from those published in "National Accounts—Income and Expenditure—Fourth Quarter and Preliminary Annual, 1962" in that revisions made to the National Accounts data have not yet been incorporated into this series.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1961-62

	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Net Earnings	1,090	1,425	1,515	1,499	5,529	1,270	1,604	1,597	1,569	6,040
Less: Capital Cost Allowance	481	515	546	549	2,091	503	553	580	576	2,212
Profits Before Taxes*	609	910	969	950	3,438	767	1,051	1,017	993	3,828
Less: Income Tax Liabilities	314	425	455	416	1,610	378	473	457	445	1,753
Profits After Taxes	295	485	514	534	1,828	389	578	560	548	2,075

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961-62

	Mines, Quarries and Oil Wells									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	518	582	601	647	2,348	572	651	618	636	2,477
Net Earnings	122	155	167	174	618	147	180	162	163	652
Less: Capital Cost Allowance	46	51	57	60	214	42	47	51	51	191
Profits Before Taxes	76	104	110	114	404	105	133	111	112	461
Less: Income Tax Liabilities	31	43	45	39	158	42	50	36	39	167
Profits After Taxes	45	61	65	75	246	63	83	75	73	294
Depletion Charged	10	10	11	10	41	12	11	10	12	45
	Food and Beverage Industries									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	1,005	1,098	1,186	1,258	4,547	1,064	1,187	1,239	1,325	4,815
Net Earnings	65	82	99	103	349	78	84	103	106	371
Less: Capital Cost Allowance	21	23	23	24	91	23	25	23	25	96
Profits Before Taxes	44	59	76	79	258	55	59	80	81	275
Less: Income Tax Liabilities	25	31	37	38	131	28	32	40	39	139
Profits After Taxes	19	28	39	41	127	27	27	40	42	136
	Rubber Industries									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	89	110	107	107	413	95	128	120	126	469
Net Earnings	6	11	10	9	36	5	11	10	10	36
Less: Capital Cost Allowance	3	4	4	2	13	3	4	4	2	13
Profits Before Taxes	3	7	6	7	23	2	7	6	8	23
Less: Income Tax Liabilities	2	3	3	3	11	1	3	3	4	11
Profits After Taxes	1	4	3	4	12	1	4	3	4	12

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Corporation profits before taxes for the years 1959 onwards as published in "Corporation Profits" differ from those published in "National Accounts - Income and Expenditure - Fourth Quarter and Preliminary Annual, 1962" in that revisions made to the National Accounts data have not yet been incorporated into this series.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961-62 - Continued

	Textile Industries									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	403	420	456	472	1,751	478	470	498	501	1,947
Net Earnings	22	22	24	28	96	25	25	25	30	105
Less: Capital Cost Allowance	7	8	8	8	31	8	8	9	9	34
Profits Before Taxes	15	14	16	20	65	17	17	16	21	71
Less: Income Tax Liabilities	7	6	6	7	26	8	7	6	8	29
Profits After Taxes	8	8	10	13	39	9	10	10	13	42
	Wood Industries									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	388	483	514	513	1,898	411	513	542	546	2,012
Net Earnings	25	41	41	33	140	34	48	46	33	161
Less: Capital Cost Allowance	14	17	15	19	65	16	19	16	20	71
Profits Before Taxes	11	24	26	14	75	18	29	30	13	90
Less: Income Tax Liabilities	8	12	11	7	38	9	14	14	6	43
Profits After Taxes	3	12	15	7	37	9	15	16	7	47
Depletion Charged	1	2	2	2	7	1	2	2	2	7
	Paper and Allied Industries									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	471	533	542	541	2,087	503	567	576	576	2,222
Net Earnings	74	102	102	105	383	88	115	113	106	422
Less: Capital Cost Allowance	26	26	28	28	108	26	28	29	38	121
Profits Before Taxes	48	76	74	77	275	62	87	84	68	301
Less: Income Tax Liabilities	24	37	38	35	134	31	41	40	35	147
Profits After Taxes	24	39	36	42	141	31	46	44	33	154
Depletion Charged	1	1	1	1	4	1	1	1	1	4
	Printing, Publishing and Allied Industries									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	207	219	210	229	865	221	234	216	245	916
Net Earnings	18	27	18	25	88	21	30	19	24	94
Less: Capital Cost Allowance	7	7	6	7	27	8	7	6	8	29
Profits Before Taxes	11	20	12	18	61	13	23	13	16	65
Less: Income Tax Liabilities	6	8	6	7	27	7	9	6	7	29
Profits After Taxes	5	12	6	11	34	6	14	7	9	36

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961 - 62 - Continued

	Metal Industries (Incl. Transportation Equipment)									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	1,436	1,750	1,628	1,780	6,594	1,652	2,045	1,801	1,971	7,469
Net Earnings	123	189	153	182	647	155	223	196	224	798
Less: Capital Cost Allowance	66	66	67	73	272	69	75	79	90	313
Profits Before Taxes	57	123	86	109	375	86	148	117	134	485
Less: Income Tax Liabilities	27	52	43	49	171	43	67	54	62	226
Profits After Taxes	30	71	43	60	204	43	81	63	72	259
	Electrical Products Industries									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	302	305	343	383	1,333	343	371	383	463	1,560
Net Earnings	15	18	22	25	80	20	25	29	38	112
Less: Capital Cost Allowance	8	7	7	8	30	8	7	8	9	32
Profits Before Taxes	7	11	15	17	50	12	18	21	29	80
Less: Income Tax Liabilities	5	5	8	9	27	8	9	12	13	42
Profits After Taxes	2	6	7	8	23	4	9	9	16	38
	Non-Metallic Mineral Products Industries									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	130	178	209	182	699	136	198	233	202	769
Net Earnings	10	26	38	29	103	13	30	44	35	122
Less: Capital Cost Allowance	9	9	11	12	41	10	9	10	11	40
Profits Before Taxes	1	17	27	17	62	3	21	34	24	82
Less: Income Tax Liabilities	3	7	11	9	30	2	7	12	10	31
Profits After Taxes	- 2	10	16	8	32	1	14	22	14	51
	Petroleum and Coal Products Industries									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	434	431	475	493	1,833	485	463	513	567	2,028
Net Earnings	46	46	60	58	210	56	47	57	60	220
Less: Capital Cost Allowance	25	25	27	24	101	25	26	29	26	106
Profits Before Taxes	21	21	33	34	109	31	21	28	34	114
Less: Income Tax Liabilities	11	10	14	11	46	15	9	12	11	47
Profits After Taxes	10	11	19	23	63	16	12	16	23	67

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961-62 - Continued

	Chemical and Chemical Products Industries									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales.....	353	413	393	380	1,539	390	457	415	402	1,664
Net Earnings.....	42	56	56	50	204	49	61	60	46	216
Less: Capital Cost Allowance	19	19	20	20	78	19	19	18	20	76
Profits Before Taxes	23	37	36	30	126	30	42	42	26	140
Less: Income Tax Liabilities	12	19	18	14	63	15	21	21	13	70
Profits After Taxes.....	11	18	18	16	63	15	21	21	13	70
	Other Manufacturing Industries*									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales.....	355	362	390	372	1,479	371	376	422	401	1,570
Net Earnings	20	20	28	21	89	21	23	32	24	100
Less: Capital Cost Allowance	6	7	8	9	30	7	8	10	8	33
Profits Before Taxes	14	13	20	12	59	14	15	22	16	67
Less: Income Tax Liabilities	7	7	10	7	31	7	8	11	8	34
Profits After Taxes.....	7	6	10	5	28	7	7	11	8	33
	Total - Manufacturing									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales.....	5,573	6,302	6,453	6,710	25,038	6,149	7,009	6,958	7,325	27,441
Net Earnings	466	640	651	668	2,425	565	722	734	736	2,757
Less: Capital Cost Allowance	211	218	224	234	887	222	235	241	266	964
Profits Before Taxes	255	422	427	434	1,538	343	487	493	470	1,793
Less: Income Tax Liabilities	137	197	205	196	735	174	227	231	216	848
Profits After Taxes.....	118	225	222	238	803	169	260	262	254	945
	Transportation, Storage and Communication									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales.....	638	770	769	879	3,056	729	794	783	900	3,206
Net Earnings	125	156	201	156	638	139	174	207	161	681
Less: Capital Cost Allowance	91	91	99	95	376	99	105	108	91	403
Profits Before Taxes	34	65	102	61	262	40	69	99	70	278
Less: Income Tax Liabilities	19	33	50	29	131	23	32	47	32	134
Profits After Taxes.....	15	32	52	32	131	17	37	52	38	144

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

*Other Manufacturing Industries includes Leather and Tobacco Products Industries in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961 - 62 - Continued

	Electric Power, Gas and Water Utilities									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	194	154	132	172	652	218	163	143	183	707
Net Earnings	55	42	34	43	174	63	45	36	45	189
Less: Capital Cost Allowance	24	23	23	23	93	26	26	26	26	104
Profits Before Taxes	31	19	11	20	81	37	19	10	19	85
Less: Income Tax Liabilities	15	9	5	8	37	18	9	5	9	41
Profits After Taxes	16	10	6	12	44	19	10	5	10	44
	Wholesale Trade									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	2,548	3,003	2,989	3,003	11,543	2,653	3,074	3,085	3,222	12,034
Net Earnings	52	77	84	94	307	58	73	79	98	308
Less: Capital Cost Allowance	21	24	21	28	94	21	23	22	31	97
Profits Before Taxes	31	53	63	66	213	37	50	57	67	211
Less: Income Tax Liabilities	16	24	28	26	94	19	22	23	29	93
Profits After Taxes	15	29	35	40	119	18	28	34	38	118
	Retail Trade									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Sales	2,281	2,672	2,463	2,807	10,223	2,469	2,887	2,546	3,071	10,973
Net Earnings	48	77	79	116	320	62	91	78	134	365
Less: Capital Cost Allowance	23	23	24	27	97	24	22	27	30	103
Profits Before Taxes	25	54	55	89	223	38	69	51	104	262
Less: Income Tax Liabilities	18	24	25	37	104	18	28	23	45	114
Profits After Taxes	7	30	30	52	119	20	41	28	59	148
	Finance, Insurance and Real Estate*									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Net Earnings	162	172	172	159	665	171	208	168	144	691
Less: Capital Cost Allowance	32	38	38	36	144	33	47	42	36	158
Profits Before Taxes	130	134	134	123	521	138	161	126	108	533
Less: Income Tax Liabilities	65	68	66	63	262	70	78	62	57	267
Profits After Taxes	65	66	68	60	259	68	83	64	51	266

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* The Finance, Insurance and Real Estate group includes a Balance of Payments adjustment.

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1961-62 - Concluded

	Community, Business and Personal Service Industries									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Net Earnings	28	38	38	36	140	29	41	44	35	149
Less: Capital Cost Allowance	17	17	19	20	73	18	18	23	19	78
Profits Before Taxes	11	21	19	16	67	11	23	21	16	71
Less: Income Tax Liabilities	6	9	8	6	29	6	9	7	6	28
Profits After Taxes	5	12	11	10	38	5	14	14	10	43
	Other Non-Manufacturing*									
	1961					1962				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	millions of dollars									
Net Earnings	32	68	89	53	242	36	70	89	53	248
Less: Capital Cost Allowance	16	30	41	26	113	18	30	40	26	114
Profits Before Taxes	16	38	48	27	129	18	40	49	27	134
Less: Income Tax Liabilities	7	18	23	12	60	8	18	23	12	61
Profits After Taxes	9	20	25	15	69	10	22	26	15	73

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the revised Standard Industrial Classification as printed in the Dominion Bureau of Statistics Publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mines, Quarries and Oil Wells	Metal Mines	051-059
	Mineral Fuels	061-066
	Non-Metal Mines except Coal Mines	071-079
	Quarries and Sand Pits	083-087
	Services incidental to Mining	092-099
Manufacturing Industries:		
Food and Beverage Industries	Food and Beverage Industries	101-147
Rubber Industries	Rubber Industries	161-169
Textile Industries	Textile Industries	183-229
	Knitting Mills	231-239
	Clothing Industries	242-249
Wood Industries	Wood Industries	251-259
	Furniture and Fixture Industries	261-268
Paper and Allied Industries	Paper and Allied Industries	271-274
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	286-289
Metal Industries (including Transportation Equipment)	Primary Metal Industries	291-298
	Metal Fabricating Industries (except Machinery and Transportation Equipment Industries)	301-309
	Machinery Industries (except Electrical Machinery)	311-318
	Transportation Equipment Industries	321-329
Electrical Products Industries	Electrical Products Industries	331-339
Non-Metallic Mineral Products Industries	Non-Metallic Mineral Products Industries	341-359
Petroleum and Coal Products Industries	Petroleum and Coal Products Industries	365-369
Chemical and Chemical Products Industries	Chemical and Chemical Products Industries	371-379
Other Manufacturing Industries	Tobacco Products Industries	151-153
	Leather Industries	172-179
	Miscellaneous Manufacturing Industries	381-399
Transportation, Storage and Communication	Transportation	501-506
	Storage	524-527
	Communication	543-548
Electric Power, Gas and Water Utilities	Electric Power, Gas and Water Utilities	572-579
Wholesale Trade	Wholesale Trade	602-629
Retail Trade	Retail Trade	631-699
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	702-737
Community, Business and Personal Service Industries	Community, Business and Personal Service Industries	801-899
Other Non-Manufacturing	Agriculture	001-021
	Forestry	031-039
	Fishing and Trapping	041-047
	Construction Industry	404-421

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